

BACKGROUND NOTE ON ACTION PLANS

SMO Action Plans are developed by IFAC Members and Associates to demonstrate fulfillment of IFAC Statements of Membership Obligations (SMOs). SMOs require IFAC Members and Associates to support the adoption¹ and implementation² of international standards and other pronouncements issued by independent standard-setting boards under the auspices of IFAC as well as by the International Accounting Standards Board (IASB); and to establish a Quality Assurance (QA) review and Investigation and Disciplinary (I&D) systems.

IFAC Members and Associates conduct a self-assessment against the requirements of SMOs and identify areas where improvements are needed. Based on the results of the assessment, Members and Associates develop an SMO Action Plan to (a) demonstrate how they fulfill the requirements of the SMOs and (b) where some requirements are not yet addressed, to present plans towards their fulfillment.

SMO Action Plans are designed to be ever-green documents that provide a comprehensive description of the accountancy profession and its legislative and regulatory environment in the jurisdiction as well as the actions undertaken by IFAC Members or Associates to support adoption and implementation of international standards and best practices.

Regular updates of the SMO Action Plans are required as part of the IFAC Member Compliance Program.

Use of Information

Please refer to the [Disclaimer](#) published on the Compliance Program website.

ACTION PLAN

IFAC Member:	The Institute of Chartered Accountants of India (ICAI)
Original Publish Date:	February 2009
Last Update:	November 2018
Next Update:	November 2020

¹ *Adoption* is concerned with the decision that international standards are appropriate for use in specific national financial reporting environments and with the actions necessary to effect those decisions, including incorporation into national requirements or requiring the use of international standards through law. Adoption may include a process to review draft international standards, translation, public exposure of proposed standards, approval, incorporation into national requirements as necessary, and promulgation of final standards, and, where applicable, a convergence process to eliminate or minimize differences between international and national standards.

² *Implementation* may include a process to build awareness of the adopted standards, provide relevant education and training, develop or disseminate implementation guidance and any other activities that promote proper understanding and use of the standards in practice.

GLOSSARY

AED	Accrual Exposure Draft
AOSSG	Asian- Oceanian Standard Setters Group
ASB	Accounting Standards Board
ASLB	Accounting Standards for Local Bodies
ATC	Accounting Technician Course
BOS	Board of Studies
C&AG	Comptroller and Auditor General of India
CASLB	Committee on Accounting Standards for Local Bodies
CGA	Controller General of Accounts
CPE	Continuing Professional Education
CPT	University Entry Level Examination
EEG	Emerging Economies Group
FRRB	Financial Reporting Review Board
GASAB	Government Accounting Standards Advisory Board
GMCS	General Management and Communication Skills
I&D	Investigation and Discipline
IAASB	International Auditing and Assurance Standards Board
IAESB	International Accounting Education Standards Board
IASB	International Accounting Standards Board
ICAI	Institute of Chartered Accountants of India
IES	International Education Standards
IESBA	International Ethics Standards Board for Accountants
IFAC	International Federation of Accountants
IFRS	International Financial Reporting Standards
IGAS	Indian Government Accounting Standards
IPSASs	International Public Sector Accounting Standards
IRDA	Insurance Regulatory and Development Authority
ISA	International Standards on Auditing
KMC	Kolkata Municipal Corporation
MCA	Ministry of Corporate Affairs
MOU	Memorandum of Understanding
NACAS	National Advisory Committee on Accounting Standards
NBFC	Non-Banking Financial Companies
PAO	Pay & Accounting Office
QA	Quality Assurance
RBI	Reserve Bank of India
SEBI	Securities & Exchange Board of India
SME	Small and Medium Enterprises
UGC	Universities Grant Commission

Action Plan Subject: SMO 1–Quality Assurance
Action Plan Objective: Continue to Use Best Endeavors

#	Start Date	Actions	Completion Date	Responsibility	Resource
<p><i>Background:</i></p> <p>The peer review mechanism was introduced by the Council of the Institute, by setting up of the Peer Review Board in March, 2002, with the objective of providing guidance to its members and to maintain as well as enhance the quality of attestation functions. The establishment of the Peer Review mechanism was a proactive pursuit of ICAI to upgrade and maintain audit and assurance quality standards and to guide its members in improving their performance and ensuring adherence to various standards issued by ICAI from time to time. The peer review process by ICAI was initiated at a time when the concept of peer review was new in India. It is the Institute’s endeavor to meet the demands of high quality assurance, consistency and greater transparency. Peer Review entails a review of attestation engagement records and related financial and other statements to ascertain that the Practice Unit is adhering to Technical Standards already issued by the Institute. The main objective of Peer Review is to ensure that in carrying out the assurance service assignments, the members of the Institute (a) comply with Technical, Professional and Ethical Standards as applicable including other regulatory requirements thereto and (b) have in place proper systems including documentation thereof, to amply demonstrate the quality of the assurance services. Thus the Peer Review process is applicable to ALL assurance services provided by its members and not only for the listed entities.</p> <p>The Statement on Peer Review was released to meet the demands of high quality assurance, consistency and greater transparency. The purpose of the Peer Review statement is to provide a framework for, planning, performing, reporting and administration of the Peer Review process. The statement provides the terms of reference of such Reviews and the roles and responsibilities of the parties concerned. The implementation of the scope and authority of this Statement is to be ensured both in letter and spirit in the peer Review process.</p> <p>FRAMEWORK OF PEER REVIEW BOARD</p> <p>As per the Statement of Peer Review Board , as approved by the Council:</p> <p>a) The Board shall consist of a maximum of 12 members, to be appointed by the Council, of whom not less than 50% shall be from amongst the members of the Council</p>					

#	Start Date	Actions	Completion Date	Responsibility	Resource
		<p>b) The Council may nominate members to the Board from outside bodies and from amongst prominent individuals of high integrity and reputation, including but not limited to regulatory authorities, bankers, academicians, economists, legal professionals and business executives.</p> <p>c) Council shall appoint Chairman and Vice Chairman from amongst the elected Council Members appointed on the Board.</p> <p>d) The term of a member shall be 1 year or such other period as may be prescribed by the Council</p> <p>e) Casual vacancies shall be filled by the Council</p> <p>f) Members of Disciplinary Committee or Disciplinary Board, committee on Ethical Standards, Committee on Financial Reporting and Review Board shall not be a member of the Peer Review Board.</p> <p>Thus the Peer Review is a separate review mechanism of ICAI and is independent of the other review mechanisms of the Institute – Disciplinary Committee, Disciplinary Board, Committee on Ethical Standards and Financial Reporting Review Board. The representations of members from regulatory authorities like bankers, academicians, economists, legal professionals and business executives on the Board imparts varied knowledge and experience to the Board for its efficient functioning.</p> <p>The Board, comprising of members of the Council and representatives from Government and other bodies like the Ministry of Corporate Affairs, Comptroller and Auditor General of India (C&AG), Securities & Exchange Board of India (SEBI) & CII, is moving forward in ensuring that the reviews are carried out as per the best global practices.</p> <p>RECOGNITION OF THE PEER REVIEW PROCESS:</p> <p>The Comptroller & Auditor General of India (C&AG) has also recognized Peer Review Board's work; as it seeks additional details from the Chartered Accountants firms about their Peer Review Status in the application form for allotment of audit for Public Sector Undertakings. Furthermore from last few years the C&AG annually seeks details from the Institute of those firms which have been issued certificate by the Peer Review Board</p> <p>The Securities & Exchange Board of India (SEBI), has made mandatory with effect from April 1, 2010 for the listed entities, that limited review/statutory audit reports submitted to the concerned stock exchanges shall be given only by those auditors who have subjected themselves to peer review process and who hold a valid certificate issued by the Peer Review Board of the Institute.</p>			

#	Start Date	Actions	Completion Date	Responsibility	Resource
SELECTION OF PRACTICE UNITS FOR REVIEW					
<p>As per the Statement on Peer Review, all firms providing Assurance services are divided into 3 categories. Firms providing audit assurance services to Public Interest entities are covered in Level I. Other firms are covered in Level II and Level III. Practice units falling under Level I, Level II & Level III would be subjected to peer review at least once in three, four & five years respectively. However, if the Board so decides the peer review of a practice unit can be conducted at shorter intervals.</p> <p>Continuous efforts are made by the Board to respond to the changing circumstances and to modify the process of review so as to make the process more effective. Towards this end the following initiatives have been taken by the Board :</p> <p>Enlargement of the ambit of peer review by incorporating new criteria for selection of firms for review-Peer Review Board as a regulator for review of assurance services of CA firm in India, PRB has increased its scope of assurance services coverage of more firms for peer review on the basis of the following criteria:</p> <ul style="list-style-type: none"> a. <i>Services provided on basis of tendering by CA firms,</i> b. <i>Statutory Auditors of Banks & PSU,</i> c. <i>NBFC in which Public Deposits are accepted,</i> d. <i>Insurance Companies</i> e. <i>Internal & Concurrent Auditors of Banks</i> f. <i>Tax Audit.</i> g. <i>Newly established firms have also now been included in the ambit of Peer Review on receipt of suo moto application from the practice unit.</i> h. <i>Further, cases/ matters , referred by QRB, FRRB have also been taken into consideration, before Peer Review Certificates are being issued and proper instruction as per the case , are being informed to Reviewer, for cases referred by Government authorities.</i> i. <i>Issues raised by members are also considered by the Board for improving the quality of review. Accordingly instructions are given to the reviewers and practice units.</i> 					

#	Start Date	Actions	Completion Date	Responsibility	Resource
<p><i>Accordingly, 3581 firms have been identified under new categories and peer review has been initiated since November, 2016. During the previous Council year 418 reviews have been initiated on suo moto applications received and 959 reviews have been initiated by the Board for subsequent cycle of peer review of firms whose certificates have expired. During the previous Council year 1228 peer reviews have been completed and certificates issued by the Board. Follow up is being done with the remaining firms to expedite the process and submit report.</i></p> <p>As far as possible, in order that the reviewers carry out review assignment(s) as per globally accepted standards, the Board has brought out a comprehensive Peer Review Manual providing an insight into various aspects of peer review process and modalities.</p> <p>The Peer review process can be spelt out, in a nutshell, as the following:</p> <p>(i)</p> <p>Peer Review is being introduced in three levels with different types of practice units being included at each such level. . Peer Review is conducted for assurance services provided by its members. Accordingly the firms of Chartered Accountant firms are divided into 3 categories and firms falling under the various categories are selected for review on sample basis as per the decision of the Peer Review Board. However, the SEBI has mandated vide its Listing Agreement that “The listed entity shall ensure that the limited review or audit reports submitted to the stock exchange(s) on a quarterly or annual basis are to be given only by an auditor who has subjected himself to the peer review process of Institute of Chartered Accountants of India and holds a valid certificate issued by the Peer Review Board of the Institute of Chartered Accountants of India”</p> <p>(ii) Peer Reviewer</p> <p>The nature and complexity of peer review require the exercise of professional judgement. Accordingly, an individual serving as a reviewer shall: -</p> <p>(a) be a member;</p> <p>(b) possess at least ten years experience of audit;</p> <p>(c) be currently active in the practice of assurance service engagements; and</p> <p>(d) be free from any obligation or conflict or interest in the reviewed firm or its partners or personnel.</p>					

#	Start Date	Actions	Completion Date	Responsibility	Resource
		<p>For allotment of review work, a reviewer:-</p> <p>(a) should have undergone the requisite training imparted by the Board;</p> <p>(b) should have furnished a declaration to the following effect: -</p> <p style="padding-left: 20px;">(i) that no disciplinary action is pending against him.</p> <p style="padding-left: 20px;">(ii) that he has not been convicted by a Competent Court whether within or outside India, of an offence involving moral turpitude and punishable with transportation or imprisonment.</p> <p style="padding-left: 20px;">(iii) that he is free from any obligation or conflict or interest in the reviewed firm or its partners or personnel; and</p> <p>(c) should have signed the Statement of Confidentiality.</p> <p>For being a Reviewer a member should not have:</p> <p style="padding-left: 20px;">(i) Disciplinary action/ proceedings pending against him</p> <p style="padding-left: 20px;">(ii) Been found guilty by the Council or the Disciplinary Board or Committee at any time.</p> <p style="padding-left: 20px;">(iii) Been convicted by a Competent Court whether within or outside India, of an offence involving moral turpitude and punishable with transportation or imprisonment</p> <p style="padding-left: 20px;">(iv) Any obligation or conflict of interest in the Practice Unit or its Partners / Personnel</p> <p>A Reviewer shall not accept any professional assignment from the Practice Unit for a period of two years from the date of appointment.</p> <p>(iii) Method of Review Reviewer may adopt either compliance approach or substantive approach or a combination of both.</p> <p>(iv) Cost of Peer Review Cost of Peer Review, laid down by the Board is borne by Practice Unit.</p> <p>(v) Confidentiality Reviewer is not supposed to keep any paper(s) — original or photocopy, of practice unit. He can retain only his working papers. The Reviewer, his assistant, if any, has to sign statement of confidentiality, before commencing the review. All Board Members and officers and staff assisting the Board are also subject to similar Statement of Confidentiality.</p> <p>(vi) Certificate of Peer Review On the basis of the report submitted by the Reviewer, the Board shall issue a Certificate to the Practice Unit.</p>			

#	Start Date	Actions	Completion Date	Responsibility	Resource
REPORTING BY THE PEER REVIEWER					
I Preliminary Report					
<p>If the Peer Reviewer finds deficiencies in systems and procedures or non-compliances, he will have to issue preliminary report to practice unit immediately. He may consider issuing such report also in case the clarifications given by the practice unit are not found satisfactory. Practice unit has to send reply in writing within 10 days of the receipt of such report.</p>					
II Final Report					
<p>The reviewer should submit final report to the Board with a copy to the Practice Unit incorporating the findings as discussed with the Practice Unit. The reviewer will issue a clean report if he is of the opinion that practice unit is conducting its affairs in the manner that ensures quality of services rendered by it. The reviewer will issue a qualified report in case of non-compliance with technical standards, quality control system design deficiencies, noncompliance with quality control policies and procedures and nonexistence of adequate staff training programmes.</p> <p>The Board shall consider the report and if satisfied, will issue Peer Review Certificate. If not satisfied, it may issue recommendations to practice unit and direct the reviewer for follow on review. Pursuant to a follow on review, if the report of the reviewer continues to be adverse then after the procedure specified in the Statement, it may be referred to the Disciplinary Directorate for initiating disciplinary action.</p>					
Initiatives/Action Taken					
<p>The Peer Review Board is continuously striving towards organizing training programmes for Peer Reviewers in various parts of the country. One day training programmes are conducted all across the country wherein the members are trained on Peer Review Process.</p> <p>Chartered Accountants with 10 or more years of experience are required to fill the Empanelment Form and attend the said training programmes. The technical contents of the matter cover Rationale & Significance of Peer Review, Compliance with Framework of Quality Control - General & Specific Controls, Compliance with Technical Standards, Compliance with Audit Documentation, Quality of Reporting and Reporting by Peer Reviewers. The training programme also has an Interactive Session that answers the queries of the Peer Reviewers.</p> <p>Refresher courses for the trained Peer Reviewers are also organized to enable the Peer Reviewers to update and upgrade their knowledge and skills.</p>					

#	Start Date	Actions	Completion Date	Responsibility	Resource
<p>During the year 2017-18, the Peer Review Board has revised the Questionnaire of the Peer Review Board and the published FAQs. The Board has also brought out 2 new publications – Handbook on Advisories to Practice Units and Handbook on Advisories to Peer Reviewers, for the benefit of the Practice Units and the Peer Reviewers.</p> <p>Education & Training</p> <p>The Peer Review Board organizes training Programme for Peer Reviewers, so as to create a vast pool base of trained reviewers who then carry out the Peer Review Assignments. Peer Review Board since its inception has organized 170 Peer Review Training Programmes giving training to 5787 reviewers. Such training programmes are self-funded by the reviewers. Peer Review Board has revised the publications on Training Modules for Peer Reviewers and FAQs. These publications are distributed to participants at the training programme.</p> <p>The Peer Review Board has organized 4 Workshops on Quality Review Board in order to understand the Quality Assurance/Quality Control Systems and 10 workshops of Peer Review Board to widen awareness of Peer Review system among professional fraternity.</p> <p>Recent Developments</p> <p>The Statement on Peer Review has been revised by the Peer Review Board and Questionnaire on Peer Review sent to the Practice Units has also been revised in accordance with SQC1 and Peer Review manual is also under revision by the Board. The Peer Review Board has also revised the notification cost for the Peer Reviewers which is borne by the Practice Unit.</p>					
<i>Maintaining Ongoing Processes</i>					
1.	April,2009	Select all firms who were statutory auditors of Listed entities. These are required to undergo a cycle of review every three years.	Peer Review in Process	Peer Review Board & Secretariat	Volunteer Input & Staff

#	Start Date	Actions	Completion Date	Responsibility	Resource
2.	December, 2015	<ul style="list-style-type: none"> • Selection of 70 firms, 252 firms and 144 firms has been done under Level I, Level II & Level III respectively for Peer Review, in case of 93 firms request for initiating Peer Review process received and with this, 11497 firms in total have been brought under the purview of Peer Review System. • Second cycle of Peer Review started in case of 1660 Practice Units covered under Level 1 firms and in case of 2179 Practice Units covered under Level II of Peer Review and in case of 307 Practice Units covered under Level III, in total 4146 Practice Units have undergone second cycle. 	December 2015 Completed	Peer Review Board & Secretariat	Volunteer Input & Staff
3.	December, 2015	Complete Peer Review process and subsequently Peer Review Certificate issued in case of 8430 Practice Units. In case of 210 firms follow on peer review in process.	December 2015 Completed	Peer Review Board & Secretariat	Volunteer Input & Staff
4.	December, 2015	Organized 31 Training programmes across the country to create a wide pool of Peer Reviewers (from September 2012). The Peer Review Board had organized 156 Training Programmes for Peer Reviewers till date.	December 2015 Completed	Peer Review Board & Secretariat	Volunteer Input & Staff
5.	March 2018	<p>During the Financial Year 2017-18, review has been initiated by the Board for selected firms under the following categories</p> <p><i>a. Services provided on basis of tendering by CA firms, 139 firms have been selected for review and review initiated for the same.</i></p> <p><i>b. Statutory Auditors of Banks & PSU, 1092 firms have been selected for review and review initiated for the same</i></p> <p><i>c. NBFC in which Public Deposits are accepted, 1282 firms have been selected for review and review initiated for the same.</i></p>			

#	Start Date	Actions	Completion Date	Responsibility	Resource
		<p><i>d. Public Sector Units, 115 firms have been selected for review and review initiated for the same,</i></p> <p><i>e. Tax Audit, 952 firms have been selected for review and review initiated for the same.</i></p> <p>Besides the above, the Board has brought out 2 publications and revised the FAQs for the benefit and better understanding by the reviewers and the Practice Units. Besides this, training programs are held regularly for the updation of knowledge of the reviewers.</p>			

Self-Assessment Table for SMO 1

Requirements	Y	N	Partially	Comments
Scope of the system				
1. At a minimum, mandatory QA reviews are required for all audits of financial statements.	Yes			
Quality Control Standards and Other Quality Control Guidance				
2. Firms are required to implement a system of quality control in accordance with the quality control standards.	Yes			
3. Most up to date versions of ISQC 1 and other relevant ISAs are adopted as the quality control standards.	Yes			Annexure II of the Peer Review Report is based on SQC requirements and ISA requirements implemented at the Practice Unit firms are being reviewed by the Peer Reviewers.
4. Member Body assists firms in understanding the objectives of quality control and in implementing and maintaining appropriate systems of quality control.	Yes			Among the various aspects on which peer reviewers are trained, is training on quality controls and requirements of Standards on Quality Controls.
Review cycle				
5. A cycle-based, risk-based, or a mixed approach for selecting firms for QA review is used.	Yes			The practice units for review is selected on a mixed approach based on both cycle and risk assessment.
6. For cycle-based approach, quality control reviews are required to take place at least every six years (and every three years for audits of public interest entities).	Yes			There are 3 levels in which the practice units are categorised. For Practice Units falling under Level I (Public Interest entities) review is done every 3 years. For the other 2 categories, review is done every 4 and 5 years respectively.

Requirements	Y	N	Partially	Comments
QA Review Team				
7. Independence of the QA Team is assessed and documented.	Yes			The QA team comprises of trained reviewer who has a minimum years of experience and has undergone the reviewer training. Only 1 qualified assistant (Chartered Accountant) can assist him for the review. The QA team also has to submit Declaration of Confidentiality to the Board before undertaking the review. Also, the reviewer cannot take any assignment from the PU for a period of 2 years.
8. QA Team possesses appropriate levels of expertise.	Yes			Reviewer should possess minimum experience of 10 years in practice and undergo Peer Review training every 5 years for updation of knowledge.
Reporting				
9. Documentation of evidence supporting the quality control review report is required.	Yes			Annexure II to the review is submitted by the reviewer as documentation of evidence supporting the quality control review report. Further working papers are called from the reviewers, if required.
10. A written report is issued upon conclusion of the QA review and provided to the firm/partner reviewed.	Yes			The final report is submitted by the reviewer to the Board with a copy to the Practice Unit for their information. In case of any observations by the reviewer, Preliminary Report is issued to the Practice Unit and response of the PU is taken into consideration for submission of the Final Report to the Board alongwith the Reviewer's verification of the PU response.
Corrective and disciplinary actions				
11. Reviewed firms/partners are required to make timely adjustments to meet recommendations from the review report.	Yes			In case Qualified Report is issued by the Reviewer, the Board, on consideration, advises for follow on review within 6 months to 1 year. The Practice Unit is thus given a scope to improve his quality of services based on the reviewer's observations in Qualified Report.
12. QA review system is linked to the Investigation and Discipline system.	Yes			The Practice Unit has to inform the Board through the Questionnaire whether there is any Disciplinary Action pending against him or any of the partners or employees

Requirements	Y	N	Partially	Comments
				of the firm. Also, the Reviewer has to inform to the Board through the Empanelment Form and also subsequently, if there is any Disciplinary Action pending against him. Status of the Disciplinary case is called for from the Disciplinary Directorate before the file is put up for the consideration of the Board. Cases in which Disciplinary Action is pending against the firm or any of its partners or employees are also put up to the Board separately for its consideration,
<p>Consideration of Public Oversight</p> <p>13. The body responsible for QA reviews cooperates with its oversight body and shares information on the functioning of the QA review system, as needed.</p>	Yes			The Peer Review Board submits report to the Council of ICAI regularly on the status of reviews undertaken and also the number of reviewer trainings held. Also the number of certificates issued with the approval of the Board, is updated on the Peer Review page of ICAI website and also informed to CAG from time to time. In 2010, the Securities and Exchange Board of India (SEBI) issued a circular stating that all audit firms that perform financial statement audits of listed companies are subject to the Peer Review mechanism administered by ICAI.
<p>Regular review of implementation and effectiveness</p> <p>14. Regular reviews of implementation and effectiveness of the system are performed.</p>	Yes			Regular reviews are conducted to strengthen the system and bring it in line with the changing scenario.

Action Plan Subject: SMO 2–International Education Standards for Professional Accountants and Other Pronouncements issued by the IAESB

Action Plan Objective: Continue to Use Best Endeavors to Ensure ICAI's Education, Certification and Training is Aligned with the IESs

#	Start Date	Actions	Completion Date	Responsibility	Resource
<p><i>Background:</i></p> <p>ICAI continues to use its best endeavors to adopt new standards issued by the International Accounting Education Standards Board (IAESB) on a timely basis and identify improvements to existing education and certification processes where necessary. The ICAI is periodically reviewing its syllabus and course curriculum to ensure that it incorporates latest national and international developments. Periodically Review Committees are appointed to carry out this function and the curriculum and the syllabus are brought on par with the education standards contemplated by international bodies like International Federation of Accountants (IFAC). This system is in line with the requirements of IFAC. In pursuance of this policy a thorough revision of the curriculum and syllabus was undertaken in October, 2006. The entry requirements were revisited for further alignment with the IES 1 by facilitating direct admission to the certain categories of students. The ICAI also provides good knowledge in Information Technology to the chartered accountancy students through mandatory ITT training at two levels. Of late, the ICAI as a part of its periodical reviews has initiated the process of reviewing its existing scheme of education and training. Broadly, the draft curriculum has been prepared and is pending with the Government for its approval. This curriculum incorporates the latest national and international requirements in the professional subjects. Detailed syllabi, as per the revised curriculum, for each subject is being prepared. ICAI has hosted the Revised IESs on the BoS Knowledge Portal and CPE Portal in order to update members and students.</p> <p><i>Board of Studies: A Non-Standing Committee of the ICAI</i></p> <p>Board of Studies (BOS) is a Non-Standing Committee of the ICAI. It was established in September, 1954, to impart theoretical education to students registered for the Chartered Accountancy course. With the adoption of distance-education mode by the ICAI since 1955 and successful implementation of the same for six decades, the ICAI has emerged as a pioneer in this field. By undertaking this responsibility, it has ensured the highest quality and consistency by providing education material and other academic inputs from time to time at the most affordable prices. Through the adoption of model of integrating theoretical education and practical training,</p> <p>It has been able to facilitate the development of not only professional knowledge and skills amongst large number of students but also inculcate professional values, ethics and attitudes. There are around one million students registered with the Board. The Board members include experts from Academia, Professionals, Council of the Institute and Government nominees. All reviews with respect to education and training form part of the Board of Studies. All Exposure Drafts on IES issued by IFAC form part of agenda of the Board of Studies. ICAI comments are sent as and when they are discussed and finalized by the members of the Board.</p>					

#	Start Date	Actions	Completion Date	Responsibility	Resource																
<p>The Board of Studies provides a comprehensive package of educational inputs to enable the students to prepare adequately for the examinations. In view of the large number of students scattered throughout the country as well as abroad, it aims to leverage technology and theoretical education through virtual mode for the benefit of students. It has established computer labs all over the country in which CA students are getting training in Information Technology. In order to equip students with the presentation skills and real life environment and to enhance their overall personality, the Board also organizes Orientation Programme and Course on General Management and Communication Skills (GMCS) which are mandatory to undergo by the students.</p> <p>The Board of Studies has also entered into Memorandum of Understanding with various universities enabling CA students to acquire BBA, B.Com, M.Com, MBA degrees. The Board also organizes a large number of National Conventions, Seminars and Conferences to update the students with the latest knowledge in different professional subjects. The Board has also taken the initiative to set up reading rooms for the benefit of the students in need and smart oral coaching class rooms.</p> <p>Structure and Content of Scheme of Education <i>Different levels of Chartered Accountancy Course</i></p> <table border="1"> <thead> <tr> <th></th> <th>Level of Theoretical Instruction</th> <th>Existing Scheme</th> <th>Revised Scheme</th> </tr> </thead> <tbody> <tr> <td>1.</td> <td>Entry Level test</td> <td>Common Proficiency Test</td> <td>Foundation Course</td> </tr> <tr> <td>2.</td> <td>First stage of Theoretical education</td> <td>Intermediate (Integrated Professional Competence) Course</td> <td>Intermediate Course</td> </tr> <tr> <td>3.</td> <td>Final Stage of Theoretical Education</td> <td>Final Course</td> <td>Final Course</td> </tr> </tbody> </table> <p>The Course also provides for direct admission to the CA Course by certain categories of students who would be exempted from passing University Entry Level Examination (CPT). Graduates or Post Graduates securing minimum prescribed marks or candidates who have passed the Intermediate level examination by whatever name called, conducted by the Institute of Cost Accountants of India or by the Institute of Company Secretaries of India are exempted from passing the CPT. The ICAI plans to continue the practice of allowing direct entry to the above mentioned group of candidates.</p> <p>Detailed information about ICAI's professional education requirements and training can be found in the relevant section on the ICAI's website www.icai.org</p>							Level of Theoretical Instruction	Existing Scheme	Revised Scheme	1.	Entry Level test	Common Proficiency Test	Foundation Course	2.	First stage of Theoretical education	Intermediate (Integrated Professional Competence) Course	Intermediate Course	3.	Final Stage of Theoretical Education	Final Course	Final Course
	Level of Theoretical Instruction	Existing Scheme	Revised Scheme																		
1.	Entry Level test	Common Proficiency Test	Foundation Course																		
2.	First stage of Theoretical education	Intermediate (Integrated Professional Competence) Course	Intermediate Course																		
3.	Final Stage of Theoretical Education	Final Course	Final Course																		
<p><i>Review of Professional Education Program for Alignment with IES / New Developments</i></p>																					
1.	Ongoing	Periodically review of entire education and training scheme is done on a consistent basis. Entry Requirement were revisited and revised pursuant to the recommendation of the Committee set up	Ongoing	Council of ICAI and High Level Committee	Director of Studies																

#	Start Date	Actions	Completion Date	Responsibility	Resource
		in 2011 so as to bring at par with the IES. The course curriculum of certain papers like Information Technology, Information Systems Control and Audit, Indirect Taxes was reviewed comprehensively and made applicable for Nov. 2014 Examinations. The process of Reviewing the Scheme of Education and Training was again started in 2014. After following a detailed methodology and after considering the relevant IES, the ICAI came out with the Revised Scheme of Education and Training. The Revised Scheme and the resultant amendments in the CA Regulations have been sent to the Ministry of Company Affairs for its approval.			
2.	Near Future	The detailed syllabi, for individual subjects, as per the Revised Scheme will be prepared. The Study Material as per the Revised Syllabi will be prepared.	-	Council of ICAI and High Level Committee	Director of Studies
Maintaining Ongoing Processes					
3.	Ongoing	<ul style="list-style-type: none"> • The ITT Department of Board of Studies organizes the ITT Course for CA Students before commencement of practical training through 159 ITT centers managed by the ICAI. • The ITT Department of Board of Studies organizes the Advanced ITT Course for CA Students who have registered for practical/ articulated training on or after February 1, 2013 but before enrolling as a member of the Institute. <p>[Target range 40,000 to 50,000 Students depending upon number of registration for respective courses]</p>	Ongoing	ITT Department, Board of Studies	Decentralized and Branches Offices of the Institute
4.	June, 2016	Hold Elocution and Quiz Contests across the country for the CA students on topics relating to profession. [The above Elocution and Quiz Contests are being organized at Branch, Regional and All India Level]	January, 2017	Board of Studies	Chairmen of Regional Councils and their Branches.

#	Start Date	Actions	Completion Date	Responsibility	Resource
5.	Ongoing	Conduct Orientation Programme of 5/6/7days spanning 35 Hrs for CPT passed students to create awareness and improving soft skills, before commencement of practical training. [Throughout the year Approx. 1200-1300 batches of 50 students in each batch depending upon the registration of students.]	Ongoing	Decentralized Offices (DCOs)/ Branches	Director of Studies/ DCO Heads
6.	Ongoing	Hold programmes to create awareness about the new scheme of education and training to School/University students through career counseling initiative including participation in Career Fairs. Career Counseling programmes also introduced.	Ongoing	Career Counseling Committee / Regional Councils & their Branches	Secretary, Career Counseling Committee / Regional Heads/ Chairmen, Regional Councils and Branches
7.	Ongoing	<ul style="list-style-type: none"> • Hold 15 days course on GMCS-1. • Compulsory for all students during the first year of practical training. • Hold 15 days course on GMCS-II during last 18 months of practical training. [Throughout the year approx. 500-600 batches of 50-60 students in each batch depending upon the registration of students.]	Ongoing	Board of Studies/ Regional Councils & their Branches	Director of Studies/Regional Heads
8.	February, 2016	<ul style="list-style-type: none"> • Organize Joint Seminars with Universities for interaction with Universities. [Target: 4 to 5 Joint Seminars.]	January, 2017	Board of Studies	Director of Studies

#	Start Date	Actions	Completion Date	Responsibility	Resource
9.	February, 2016	<ul style="list-style-type: none"> Conduct a four weeks Residential Programme on Professional Skills Development at Centre of Excellence of the ICAI at Hyderabad with an objective to inculcate General Management and Communication Skills in CA students. <p>[Target: 6 to 8 Residential Programmes.]</p>	January, 2017	Board of Studies	Director of Studies
10.	Ongoing	<ul style="list-style-type: none"> Hold National Conventions, 6 per Region in a year total 30. State Level Conference for CA Students – One each in every State. Regional Conference for CA Students – Once in every year by each Region. Sub-Regional Conference for CA Students – Once in every year by each Region. Two Days Mega Event – Once in a year by every Regional Council / Branch. 	Ongoing	Board of Studies	Director of Studies, Regional Councils and their Branches
11.	Ongoing	International Conference / All India / National Conventions / Nationals Conclaves / Regional Conferences / Sub Regional Conferences / Students Exchange Programmes.	Ongoing	Board of Studies	Director of Studies, Regional Councils and their Branches
12.	Ongoing	Setting up of reading rooms for the benefit of the students in need and smart oral coaching class rooms to provide state of the art learning facilities at affordable charges.	Ongoing	Board of Studies	Board of Studies to provide funds to Regional Councils and their Branches.

#	Start Date	Actions	Completion Date	Responsibility	Resource
13.	Ongoing	<ul style="list-style-type: none"> Mock Tests and Special Counseling programmes. <p>[Approx.80-85 branches conducting Mock Tests twice before commencement of May & Nov. exams.]</p>	Ongoing	Board of Studies	Board of Studies to provide inputs for Organisation by Regional Councils and their Branches.
14.	Ongoing	Publish monthly Journal for students carrying articles from students and current information and other official announcements relating to students.	Ongoing	Board of Studies	Director of Studies, Faculty of ICAI and funded by ICAI
15.	Ongoing	<ul style="list-style-type: none"> Continue to use best endeavors to monitor new and revised standards and incorporate them into accountancy education requirements and timely update education courses and content to reflect new requirements. Update study materials based on changes in Law, revision of Accounting Standards, Auditing Standards etc. CPT – October/November. IPCC – July. Final – January. 	Ongoing	Board of Studies	Faculty members of the ICAI
<i>Review of ICAI's Compliance Information</i>					
16.	Ongoing	<p>Perform periodic review of ICAI's SMO Action Plan and update the response as necessary.</p> <p>During the process of revision of IESs, ICAI has submitted its observations on the exposure drafts of IESs and other agenda items on which our views were sought. Also, ICAI's representatives have attended IAESB meetings, in which the exposure drafts of IESs were discussed.</p>	Ongoing	Board of Studies	Director of Studies

Action Plan Subject: SMO 3–International Standards and Other Pronouncements Issued by the IAASB
Action Plan Objective: Continue to Place Emphasis on Ongoing Convergence with International Auditing and Assurance Standards Board (IAASB) Pronouncements

#	Start Date	Actions	Completion Date	Responsibility	Resource
<p><i>Background:</i></p> <p>Further improvements to program for adoption and implementation of IAASB pronouncements</p> <p>General Information on Convergence with IAASB Pronouncements The Auditing and Assurance Standards Board (AASB) of the Institute of Chartered Accountants of India (ICAI) was established in September 1982 The prime objective of the Board is to develop Auditing Standards, codifying the best practices in the area of auditing. These Standards are issued under the authority of the Council of ICAI and are mandatory in nature. The Institute sets the auditing standard in India. In 2013, upon the revision of the Companies Act, the National Financial Reporting Authority (NFRA) was established and one of its responsibilities includes approving auditing standards to be applied in India. As of March 2018, the AASB continues to approve the auditing standards until the NFRA becomes operational The Institute, being a founder member of IFAC has always been issuing Standards based on the corresponding Standards issued by the IAASB. Pursuant to the Clarity Project of the IAASB, the AASB issued the Revised Preface in July, 2007, and thereon initiated the process of issuance of Standards corresponding to the International Standards issued by the IAASB under its Clarity Project. The Revised Preface to the Standards on Quality Control, Auditing, Review, Other Assurance and Related Services is effective from April 1, 2008.</p> <p>In terms of the Revised Preface, the auditing standards have been renamed, re-numbered and re-categorized in the format adopted by the IAASB. As per the revised Preface, the composition of the AASB includes one special invitee from each of the three regulatory bodies, viz., Securities and Exchange Board of India, Reserve Bank of India and Insurance Regulatory and Development Authority of India. . AASB has a detailed Due Process for its functioning which is approved by the Council of ICAI.</p> <p>AASB's due process for considering IAASB standards for adoption is:</p> <ul style="list-style-type: none"> • Constitution of Study Group to prepare the basic draft of the proposed new/ revised Standard corresponding to IAASB's Standard • Consideration of Draft Standard by the AASB as prepared by Study Group • Issuance of Exposure Draft of Standard for public comments • • Consideration of comments received on exposure draft by the Board and finalization of draft Standard • Approval of Standard by the Council • Release of final Standard on website of the Institute 					

#	Start Date	Actions	Completion Date	Responsibility	Resource
<i>Convergence Programme</i>					
17.	Completed	<p>Review the existing program for responding to IAASB exposure drafts. Refer to the timeline for specific International Standards on Auditing (ISA) comparative review provided below. More details on the work program can be found on the ICAI's website http://www.icai.org/</p> <p>I. ICAI completed its process of convergence with the ISAs issued by IAASB under the Clarity Project, except that the Council of the ICAI has decided not to issue a revised Standard corresponding to ISA 600 on account of the circumstances prevalent in India. Since 2016, ICAI has issued Standards corresponding to revised ISAs 610, 700, 705, 706, 720, 260, 570 and new ISA 701 issued by IAASB. AASB is in the process of revising its existing Standards corresponding to revised ISAs 250, 800, 805 and 810 issued by IAASB. The new/revised reporting standards issued by ICAI namely SA 700(Revised), SA 701, SA 705(Revised), SA 706(Revised) and SA 720(Revised) are applicable for audit of financial statements for periods beginning on or after 1st April 2018. AASB actively keeps track of the other new/ revised Engagement Standards issued by IAASB post completion of latter's Clarity Project in March 2009 and issuing corresponding national Standards. It has already issued the Standards corresponding to ISRE 2400, ISRE 2410 ISAE 3402, ISRE 2400(Revised) ISRS 4410(Revised) and ISAE 3420.</p>	January, 2010 Completed	Auditing and Assurance Standards Board	Auditing and Assurance Standards Board
18.	Ongoing	Issue Exposure Drafts of the revised/new SAs co-terminus with the exposure drafts of the revised /new ISAs. More details on the work program can be found on the ICAI's website http://www.icai.org/	Ongoing	Auditing and Assurance Standards Board	Auditing and Assurance Standards Board and Study Groups.

#	Start Date	Actions	Completion Date	Responsibility	Resource
19.	Ongoing	<p>Review the issues faced in converging with the IAASB Standards.</p> <p>This is a continuous process. The issues were once again taken up by the Chairman, AASB with the Chairman, IAASB at the meeting of the National Standards Setters of IAASB at New York in June 2017.</p>	Ongoing	Auditing and Assurance Standards Board	Auditing and Assurance Standards Board and Technical Staff associated with Auditing and Assurance Standards Board.
<i>Continue to Place Emphasis on Ongoing Implementation Activities to Ensure that Professionals and Public in India are Aware of New and Revised Standards</i>					
20.	January 7, 2008	<ul style="list-style-type: none"> • Enhance Continuing Professional Education (CPE) program by monitoring and reviewing the implementation of planned conclaves/seminars/training programs. Incorporating the courses to educate auditors about new auditing requirements. • AASB has been organizing awareness programmes on Standards on Auditing for members. AASB has been organizing number of training programmes on Reporting Standards (Revised SA 700, Revised SA 705, Revised SA 706 and SA 701) to provide guidance to members in implementing these standards in practical situations. • AASB has also launched a comprehensive e-learning module covering all Standards on Auditing for members. • AASB has been issuing “Implementation Guides” to various Standards on Auditing for guidance of the members. . AASB has issued Implementation Guide on Reporting Standards (Revised SA 700, Revised SA 705, Revised SA 706 and SA 701) to provide guidance to members in implementing these standards in practical situations. • Considering the significance of Reporting Standards (Revised SA 700, Revised SA 705, Revised SA 706 and SA 701), these 	Ongoing	Auditing and Assurance Standards Board, Continuing Professional Education Committee and Peer Review Board	Auditing and Assurance Standards Board, Continuing Professional Education Committee and Peer Review Board. Experts from the field of auditing.

#	Start Date	Actions	Completion Date	Responsibility	Resource
		standards have been included as mandatory topics in the CPE Programmes for members to be organized in the year 2018-19.			
Members in Industry					
21.	Ongoing	<ul style="list-style-type: none"> Conduct seminars, workshops, conferences, etc., on auditing in various parts of the country in co-ordination with Continuing Professional Education (CPE) Committee. A member of the ICAI is mandatorily required to complete CPE Credit hours requirements every year. Contemporary with the global requirements and practices, the CPE Credit Hours requirements have been revised from 01.01.2017 for various categories of members. 	Ongoing	Continuing Professional Education Committee/ AASB	Contribution by members
22.	Ongoing	<ul style="list-style-type: none"> During 2015-16, AASB organized seminars/conferences/workshops on auditing standards and auditing aspects at Hyderabad, Hubli, Kolkata, Cuttack, Tinsukia, Tirupur, Siliguri, Agra, Vapi, Ranchi, Visakhapatnam, Bareilly, Jalgaon, Vijaywada, Chandigarh, Coimbatore, Dhule, Delhi, Dibrugarh and Ernakulam. During 2016-17, AASB organised seminars/conferences/workshops on auditing standards and auditing aspects at Siliguri, Jodhpur, Indore, Rajkot, Hyderabad, Coimbatore, Raipur, Kolkata, Udaipur, Tuticorin, Beawar, Surat, Chennai, Vishakhapatnam, Allahabad, Bhopal, Jamshedpur, Mumbai, Alwar and Jaipur. During 2017-18, AASB organised seminars/conferences/workshops on auditing standards and auditing aspects at Jaipur, Jamshedpur, Kolkata, Gandhidham, Madurai, Bilaspur, Dhanbad, Agra Siliguri, Bhuj, Allahabad, Bareilly, Jaipur, Mathura, Pali, Indore, Sambalpur, Meerut, Gwalior, Surat, Raipur and Ernakulam. 	Ongoing	Continuing Professional Education Committee/ AASB	Partly Contributed by members and partly by ICAI

#	Start Date	Actions	Completion Date	Responsibility	Resource
		<ul style="list-style-type: none"> • AASB has developed a comprehensive Background Material on the Standards on Auditing issued by it. This Background Material is used by the trainers and participants at AASB's learning programmes on Standards on Auditing. • . • AASB has also launched a comprehensive e-learning module covering all Standards on Auditing for members. • AASB has been issuing "Implementation Guides" to various Standards on Auditing for guidance of the members. 			
23.	Ongoing	Conduct seminars, workshops, conferences, etc., on auditing in various parts of the countries in co-ordination with Continuing Professional Education Committee of ICAI. The CPE Committee has been organizing the CPE Programmes for its members through its 580 Programme Organising Units (POUs) in India and Abroad. The CPE Committee has completely revamped and developed a dedicated CPE portal (www.cpeicai.org) to facilitate the members in keeping themselves updated with the CPE Programmes being organized by the CPE POUs. The POUs are required to upload the proposed programmes mandatorily well before organizing the same for approval by the CPEC Secretariat with regard to its topics, course content, faculty details, etc. Every year a CPE Calendar of subjects/topics is finalized and hosted at the CPE Portal for organizing various CPE Programmes accordingly by the CPE POUs.	Ongoing	Continuing Professional Education Committee/ AASB	Partly Contributed by members and partly by ICAI
<i>Pre-Qualification Education</i>					
24.	December 2008	Review study material for including recently issued Auditing Standards.	May, 2009 Completed	Board of Studies	Technical staff of the Board of Studies
25.	Ongoing	Inclusion of new auditing standards in the Final examination syllabus within one year of the date the standard becomes effective.	Ongoing	Board of Studies	Technical staff of the Board of Studies

#	Start Date	Actions	Completion Date	Responsibility	Resource
<i>University Education</i>					
26.	December, 2009	Coordinate with Universities Grant Commission (UGC) for including revised Auditing Standards in the curriculum.	Completed	Board of Studies/ Council of ICAI	Board of Studies
<i>Training</i>					
27.	September, 2008	Create region- wise pool of trainers for conducting high quality programmes on auditing.	Ongoing	Chair, AASB	Technical Staff of AASB, Voluntary Contribution from Members
28.	Ongoing	Conduct training for the officials of the Comptroller and Auditor General of India (C&AG) to facilitate conduct of audit and participation in international audit assignments. Conduct In-house Executive Development Programmes (IHEDPs) for the officials of Public Sector Undertakings and other Governmental bodies.	Ongoing	Continuing Professional Education Committee	Voluntary contribution from Members
<i>Technical Literature</i>					
29.	Ongoing	<ul style="list-style-type: none"> • Continue to develop relevant studies and implementation guides to assist auditors. These technical literature issued by AASB can be viewed on the ICAI's website. • AASB has brought out Implementation Guides and other technical material to help members understand and implement the auditing Standards. These publications can be viewed on ICAI's website at following URL: • http://www.icai.org/post.html?post_id=6612 	Ongoing	Chair, AASB	Technical Staff of AASB, Study Groups, Voluntary Contribution from Members
<i>Awareness Programme</i>					
30.	October 2007	Circulated more than 5,000 copies of booklet "What is an Audit – Understanding an Audit of Financial Statements".	January, 2008 Completed	Chair, AASB	Technical staff of AASB

#	Start Date	Actions	Completion Date	Responsibility	Resource
31.	Ongoing	All updates hosted on the website of the Institute and also published in the journal of the Institute. Mass mailing to members of important recent developments in the field of auditing.	Ongoing	Chair, AASB	Technical staff of AASB
32.	March 2017	A sub-group has been formed by AASB with the objective of creating awareness about the auditing standards among the members.	Ongoing	Chair, AASB	Technical staff of AASB
<i>Contribution at National Level</i>					
33.	Ongoing	<ul style="list-style-type: none"> • Interact periodically with regulators and other Government institutions such as, Reserve Bank of India (RBI), Securities and Exchange Board of India (SEBI), Ministry of Corporate Affairs (MCA), Insurance Regulatory and Development Authority of India (IRDA), Comptroller and Auditor General of India (C&AG), etc., to cull out the auditing issues. • AASB is contributing in the development of Cost Auditing Standards by Ministry of Corporate Affairs (MCA). • AASB provides guidance to the members through Clarifications, advisory on various circulars/ notifications issued by Regulators from time to time. 	Ongoing	Chair, AASB and Council of ICAI	Technical staff of AASB
<i>Contribution at International Level</i>					
34.	Ongoing	<p>Participate in the annual NSS meeting.</p> <p>Participate in the IAASB Meetings.</p> <p>Submitted comments on the Consultation Paper issued by the IFAC Monitoring Group vide e-mail dated February 9, 2018.</p>	Ongoing	Chair, AASB and Council of ICAI	AASB
<i>Keeping Pace with IAASB Pronouncements</i>					
35.	Ongoing	Issue Exposure Drafts of the revised/new SAs co-terminus with the exposure drafts of the revised /new ISAs.	Ongoing	Chair, AASB and Council of ICAI	Study Groups/ Technical Staff of AASB

#	Start Date	Actions	Completion Date	Responsibility	Resource
<i>Maintain Ongoing Processes</i>					
36.	Ongoing	Continue to use best endeavors to maintain ongoing process to adopt and implement IAASB Pronouncements. This includes updating the Action Plan for future activities where necessary.	Ongoing	Chair, AASB and Council of ICAI	AASB
<i>Review of ICAI's Compliance Information</i>					
37.	Ongoing	Perform periodic review of ICAI's SMO Action Plan and update sections relevant to SMO3 as necessary. Once updated inform IFAC Compliance staff about the updates in order for the Compliance staff to republish updated information.	Ongoing	Chair, AASB and Council of ICAI	AASB

Action Plan Subject: SMO 4 and International Ethics Standards Board for Accountants (IESBA) Code of Ethics
Action Plan Objective: Convergence of the ICAI Code of Ethics in View of the Revised Edition (2015) of IESBA Code of Ethics for Professional Accountants

#	Start Date	Actions	Completion Date	Responsibility	Resource
<i>Background:</i>					
<p>The Ethical Standards Board of the Institute of Chartered Accountants of India (ICAI) is a technical committee, formulating ethical principles for members (i.e. professional accountants) and creating awareness of ethics among them. 'Code of Ethics' is a publication of the Ethical Standards Board of ICAI. As part of ICAI's obligation towards membership of IFAC, the ICAI Code of Ethics, 2009 for the first time, incorporated provisions of the IESBA Code of Ethics (2005 edition) with certain modifications, wherever ICAI's corresponding domestic provisions / domestic laws are more stringent. In the year 2017-18, ICAI was in the process of convergence with the 2016 IESBA Code of Ethics, when meanwhile the 2018 edition of the IESBA Code of Ethics was issued, The Council of ICAI accordingly decided that the ICAI Code of Ethics should be revised on the basis of 2018 edition of IESBA Code, instead of its earlier edition. Accordingly, the process of convergence of ICAI Code of Ethics with IESBA Code of Ethics, 2018 has been initiated.</p>					

#	Start Date	Actions	Completion Date	Responsibility	Resource
Convergence of the ICAI Code of Ethics in View of the Revised Edition (2015) of IESBA Code of Ethics for Professional Accountants					
38.	January, 2017	Recommendations of Ethical Standards Board due to IESBA Code of Ethics, 2016 placed before Council for its approval. The same could not be considered by the Council due to paucity of time.	-----	Council of ICAI	
39.	May, 2018	IESBA issued its revised edition of Code of Ethics in April, 2018. The Council of ICAI had not considered the recommendations based on 2016 edition of IESBA Code of Ethics. Accordingly, the Council referred back the issue to Ethical Standards Board to revise the Code as per 2018 edition of IESBA Code of Ethics, and bring back to Council for its consideration.	-----	Council of ICAI	
40.	May, 2018	Ethical Standards Board has started the revision of ICAI Code of Ethics in line with IESBA Code of Ethics, 2018	December, 2018	Chairman, Ethical Standards Board	The members of the Study Group, and Secretariat of the Ethical Standards Board
Activities for Creating Awareness and Promotion of the Ethics					
41.	March, 2009	Programmes/Seminars/workshops on Ethics are organized across the Country.	Ongoing	Secretary, Ethical Standards Board	Secretariat, Ethical Standards Board, Resource persons as faculty
42.	September, 2009	Feature known as 'Know Your Ethics' being published in the National Accountancy Journal.	Ongoing	Secretary, Ethical Standards Board	
43.	June, 2012	Website of Ethical Standards Board (www.esb.icai.org) was launched, which is a new forum where professional accountants can update their knowledge on ethics. The website is constantly updated and the Ethics E-Mail Helpdesk feature on the website is being used to help the members to get their queries on ethical issues resolved.	Ongoing	Secretary, Ethical Standards Board	
Maintaining Ongoing Processes					

#	Start Date	Actions	Completion Date	Responsibility	Resource
44.	Ongoing	Continue to support ongoing convergence with the IFAC Code of Ethics. This includes review of the implementation of the Action Plan to date and updating the action plan for future activities as necessary.	Ongoing	Secretary, Ethical Standards Board	The Members of the Ethical Standards Board and its Secretariat.
45.	Ongoing	Comments on most of the Exposure drafts of IESBA on issues likely to be inducted in the IESBA Code are sent to IESBA.,	Ongoing	Secretary, Ethical Standards Board	The Members of the Ethical Standards Board and its Secretariat.

Action Plan Subject: SMO 5–International Public Sector Accounting Standards and Other Pronouncements Issued by the IPSASB
Action Plan Objective: Continue to Use Best Endeavors to Promote the Use of IPSASs

Background:

In India, there are three levels of government, i.e., union government, state government and local self-government. The Government Accounting Standards Advisory Board (GASAB) constituted by the Comptroller & Auditor General of India formulates Indian Government Accounting Standards (IGASs) on cash basis for union government, state governments and union territories with legislative assemblies. GASAB uses corresponding IPSASs for development of Indian standards, wherever possible. Recently, the government of India decided to implement accrual accounting in union or state governments. GASAB has now started the process of formulation of the Indian Government Financial Reporting Standards (IGFRSs) on accrual basis in line with IPSASs.

For local self-government, in March 2005, ICAI constituted Committee on Accounting Standards for Local Bodies (CASLB) for development of Accounting Standards for Local Bodies on accrual basis. While formulating the Accounting Standards for Local Bodies (ASLBs), the CASLB gives due consideration to IPSASs, and tries to integrate them, to the extent possible, in the light of the conditions and practices prevailing in India. The Accounting Standards are formulated and issued by the ICAI and recommended for implementation, by the Technical Committees on Budget and Accounting Standards for Urban Local Bodies/Panchayati Raj Institutions (Rural Local Bodies) constituted by the Ministry of Urban Development (MOUD) and Ministry of Panchayati Raj (MOPR) Institutions, Government of India, respectively, to the states for adoption by Urban Local Bodies and Panchayati Raj Institutions.

In order to play an active role and to provide support, the ICAI participates in the meetings of the Government Accounting Standards Advisory Board (GASAB). The ICAI is contributing in the formulation of Government Accounting Standards by offering elaborative comments. The ICAI endeavors to integrate the Government Accounting Standards with the IPSASs to the extent possible with a view to facilitate global harmonization

Development of Accounting Standards for Local Bodies (ASLBs) Based on IPSASs

		Accounting Standards for Local Bodies (ASLBs)	Status			
1.	August, 2005	ASLB 9, ' <i>Revenue from Exchange Transactions</i> '	The ASLB has been issued and submitted to the MOUD/MOPR for consideration by the Technical Committees on Budget and Accounting Standards for Urban Local Bodies (ULBs)/Panchayati Raj Institutions (PRIs) constituted under their aegis for recommending the same to the State Governments for implementation.	October, 2008 Completed	Chairman, CASLB	CASLB and ICAI Staff. Funding is by ICAI.
2.	August, 2005	ASLB 5, ' <i>Borrowing Costs</i> '	The ASLB has been issued and submitted to the MOUD/MOPR for consideration by the Technical Committees on Budget and Accounting Standards for Urban Local Bodies (ULBs)/Panchayati Raj Institutions (PRIs) constituted under their aegis for recommending the same to the State Governments for implementation.	October, 2008 Completed	Chairman, CASLB	CASLB and ICAI Staff. Funding is by ICAI.
3.	May, 2005	ASLB 17, ' <i>Property, Plant and Equipment</i> '	The ASLB has been issued and submitted to the MOUD/MOPR for consideration by the Technical Committees on Budget and Accounting Standards for Urban Local Bodies (ULBs)/Panchayati Raj Institutions (PRIs) constituted under their aegis for recommending the same to the State Governments for implementation.	February, 2010 Completed	Chairman, CASLB	CASLB and ICAI Staff. Funding is by ICAI.
4.	March, 2008	ASLB 14, ' <i>Events after the Reporting Date</i> '	The ASLB has been issued and submitted to the MOUD/MOPR for consideration by the Technical Committees on Budget and Accounting Standards for Urban Local Bodies (ULBs)/Panchayati Raj Institutions (PRIs)	February, 2010 Completed	Chairman, CASLB	CASLB and ICAI Staff. Funding is by ICAI.

			constituted under their aegis for recommending the same to the State Governments for implementation.			
5.	July, 2006	ASLB 1, <i>·Presentation of Financial Statements·</i>	The ASLB has been issued and submitted to the MOUD/MOPR for consideration by the Technical Committees on Budget and Accounting Standards for Urban Local Bodies (ULBs)/Panchayati Raj Institutions (PRIs) constituted under their aegis for recommending the same to the State Governments for implementation.	September, 2011 Completed	Chairman, CASLB	CASLB and ICAI Staff. Funding is by ICAI.
6.	March, 2008	ASLB 12, <i>·Inventories·</i>	The ASLB has been issued and submitted to the MOUD/MOPR for consideration by the Technical Committees on Budget and Accounting Standards for Urban Local Bodies (ULBs)/Panchayati Raj Institutions (PRIs) constituted under their aegis for recommending the same to the State Governments for implementation.	September, 2011 Completed	Chairman, CASLB	CASLB and ICAI Staff. Funding is by ICAI.
7.	May, 2005	ASLB 11, <i>·Construction Contracts·</i>	The ASLB has been issued and submitted to the MOUD/MOPR for consideration by the Technical Committees on Budget and Accounting Standards for Urban Local Bodies (ULBs)/Panchayati Raj Institutions (PRIs) constituted under their aegis for recommending the same to the State Governments for implementation.	February 11, 2013 Completed	Chairman, CASLB	CASLB and ICAI Staff. Funding is by ICAI.
8.	March, 2008	ASLB 3, <i>·Accounting Policies, Changes in Accounting Estimates and Errors·</i>	The ASLB has been issued and submitted to the MOUD/MOPR for consideration by the Technical Committees on Budget and Accounting Standards for Urban Local Bodies (ULBs)/Panchayati Raj Institutions (PRIs) constituted under their aegis for	May, 2015 Completed	Chairman, CASLB	CASLB and ICAI Staff. Funding is by ICAI.

			recommending the same to the State Governments for implementation.			
9.	December, 2010	ASLB 31, <i>Intangible Assets</i>	The ASLB has been issued and submitted to the MOUD/MOPR for consideration by the Technical Committees on Budget and Accounting Standards for Urban Local Bodies (ULBs) Panchayati Raj Institutions (PRIs) constituted under their aegis for recommending the same to the State Governments for implementation.	May, 2015 Completed	Chairman, CASLB	CASLB and ICAI Staff. Funding is by ICAI.
10.	March, 2008	ASLB 19, <i>Provisions, Contingent Liabilities and Contingent Assets</i>	The ASLB has been issued and submitted to the MOUD/MOPR for consideration by the Technical Committees on Budget and Accounting Standards for Urban Local Bodies (ULBs) Panchayati Raj Institutions (PRIs) constituted under their aegis for recommending the same to the State Governments for implementation.	May, 2015 Completed	Chairman, CASLB	CASLB and ICAI Staff. Funding is by ICAI.
11.	March 2011	ASLB on <i>Financial Reporting Under the Cash Basis of Accounting</i>	The ASLB has been issued and submitted to the MOUD/MOPR for consideration by the Technical Committees on Budget and Accounting Standards for Urban Local Bodies (ULBs) Panchayati Raj Institutions (PRIs) constituted under their aegis for recommending the same to the State Governments for implementation.	May, 2015 Completed	Chairman, CASLB	CASLB and ICAI Staff. Funding is by ICAI.
12.	July 2011	ASLB 24, <i>Presentation of Budget Information in Financial Statements</i>	The ASLB has been issued and submitted to the MOUD/MOPR for consideration by the Technical Committees on Budget and Accounting Standards for Urban Local Bodies (ULBs) Panchayati Raj Institutions (PRIs) constituted under their aegis for	January 2016 Completed	Chairman, CASLB	CASLB and ICAI Staff. Funding is by ICAI.

			recommending the same to the State Governments for implementation.			
13.	March, 2008	ASLB 18, ' <i>Segment Reporting</i> '	The ASLB has been issued and submitted to the MOUD/MOPR for consideration by the Technical Committees on Budget and Accounting Standards for Urban Local Bodies (ULBs)/Panchayati Raj Institutions (PRIs) constituted under their aegis for recommending the same to the State Governments for implementation.	July 2017 Completed	Chairman, CASLB	CASLB and ICAI Staff. Funding is by ICAI.
14.	March, 2008	Draft of the proposed ASLB 2, ' <i>Cash Flow Statements</i> '	Under consideration of the Council	Ongoing	Chairman, CASLB	CASLB and ICAI Staff. Funding is by ICAI.
15.	December, 2007	Draft of the proposed ASLB 23, ' <i>Revenue from Non-Exchange Transactions</i> '	preliminary exposure draft is being issued	Ongoing	Chairman, CASLB	CASLB and ICAI Staff. Funding is by ICAI.
16.	May, 2009	Draft of the proposed ASLB 13, ' <i>Leases</i> '	Under formulation by a Study Group	Ongoing	Chairman, CASLB	CASLB Study Group and ICAI Staff. Funding is by ICAI.
17.	March 2011	Draft of the proposed ASLB 16, ' <i>Investment Property</i> '	Under consideration of the Committee	Ongoing	Chairman, CASLB	CASLB and ICAI Staff. Funding is by ICAI.
18.	October 2013	Draft of the proposed ASLB 32, ' <i>Service Concession</i> '	Under formulation by a Study Group	Ongoing	Chairman, CASLB	CASLB Study Group and ICAI

		<i>Arrangements: Grantor</i>				Staff. Funding is by ICAI.
19.	March, 2015	Draft of the proposed ASLB 20, ' <i>Related Party Disclosures</i> '	At advanced stage of formulation	Ongoing	Chairman, CASLB	CASLB and ICAI Staff. Funding is by ICAI.
20.	November, 2014	Draft of the ' <i>Conceptual Framework for General Purpose Financial Reporting</i> '	At advanced stage of formulation	Ongoing	Chairman, CASLB	CASLB and ICAI Staff. Funding is by ICAI.
21.	May, 2011	Draft of the proposed ASLB 25, ' <i>Employee Benefits</i> '	Under consideration of the Committee	Ongoing	Chairman, CASLB	CASLB and ICAI Staff. Funding is by ICAI.
22.	March, 2015	Draft of the proposed ASLB 26 ' <i>Impairment of Cash-Generation Assets</i> '	Under consideration of the Committee	Ongoing	Chairman, CASLB	CASLB and ICAI Staff. Funding is by ICAI.
23.	March, 2015	Draft of the proposed ASLB 21, ' <i>Impairment of Non-Cash-Generation Assets</i> '	Basic draft is under formulation	Ongoing	Chairman, CASLB	CASLB and ICAI Staff. Funding is by ICAI.
24.	April 2017	Draft of the proposed ASLB 38, ' <i>Disclosure of</i>	Under consideration of the Committee	Ongoing	Chairman, CASLB	CASLB and ICAI Staff. Funding is by ICAI.

		<i>Interests in Other Entities:</i>				
25.	April, 2016	Review and revision of already issued ASLB on ' <i>Financial Reporting under the Cash basis of Accounting</i> '	Under revision by a Study Group.	Ongoing	Chairman, CASLB	CASLB, Study Group and ICAI Staff. Funding is by ICAI.
26.	April 2017	Draft of the proposed ASLB 35, ' <i>Consolidated Financial Statements</i> '	Under formulation by a Study Group.	Ongoing	Chairman, CASLB	CASLB, Resource Person and ICAI Staff. Funding is by ICAI.
<i>Composition of Committee on Accounting Standards for Local Bodies of the ICAI</i>						
27.	March, 2005		The composition of the Committee on Accounting Standards for Local Bodies is fairly broad based and ensures participation of all stakeholders in the standard-setting process. Apart from the members from the Council of the ICAI, the representative from the Ministry of Urban Development, the Comptroller and Auditor General of India, the Controller General of Accounts, the National Institute of Urban Affairs, the Ministry of Panchayati Raj, the Directorates of Local Bodies, the Directorates of Local Fund Audit Department, the Academic Institutions, the Eminent professionals co-opted by the ICAI and any other body, as considered appropriate by ICAI are also included.	Ongoing		
<i>Contribution in Accounting Reforms in Local Bodies and Government</i>						

28.	March, 2002	ICAI Accounting Research Foundation, a body established by ICAI, undertook the Municipal Corporation of Delhi Project related to conversion of its accounts to accrual basis of accounting . ICAI was also actively involved in restructuring and refining of various budgeted heads, accounting process and setting up of Asset Information System.	May, 2006 Completed	ICAI Accounting Research Foundation	ICAI Accounting Research Foundation and Staff of the ICAI. The project funded by Municipal Corporation of , Delhi
29.	June, 2004	ICAI Accounting Research Foundation, a body established by ICAI, contributed and assisted Kolkata Municipal Corporation (KMC) in the preparation and presentation of its final accounts, conducting various studies on business processes and training programme for capacity building etc. In the work relating to final accounts, ICAI provided a number of technical inputs which assisted KMC in dealing with various problems associated with the project.	September, 2007 Completed	ICAI Accounting Research Foundation	ICAI Accounting Research Foundation and Staff of the ICAI. The project funded by Kolkata Municipal Corporation.

30.	May, 2006	<p>ICAI Accounting Research Foundation, a body established by ICAI, undertook a Project on Introduction of Accrual Accounting on pilot basis in identified units of Government of India undertaken under the Memorandum of Understanding (MOU) between the office of Controller General of Accounts (CGA), Government of India, and ICAI having a twinning arrangement with ICAI Accounting Standards for Local Bodies (ASLBs)</p> <p>was finalized in May 2006. The project was funded by the World Bank. The final version of financial statements of five pilot units comprising of Dr. RML Hospital and the four separate divisions of CPWD for the financial year 2006-07 following the accrual accounting was submitted to the office of CGA.</p>	November, 2008 Completed	ICAI Accounting Research Foundation	<p>ICAI Accounting Research Foundation and Staff of the ICAI.</p> <p>The project funded by World Bank.</p>
31.	April, 2007	<p>Project on Outcome Budget: The Union Finance Minister introduced Outcome Budget from 2005-06, as a part of the reform in public expenditure management. ICAI Accounting Research Foundation, a body established by ICAI, as a partner in national development, undertook the project to review the Outcome Budget prepared by the various ministries and departments with a view to improve public expenditure management. The project has been completed successfully under the Chairmanship of Shri Suresh. P. Prabhu, Member of the Parliament. The Finance Minister assured that the suggestions contained in the report would be considered by the Government for making Outcome Budget an effective tool for financial and programme accountability.</p>	November, 2007 Completed	ICAI Accounting Research Foundation	<p>ICAI Accounting Research Foundation and Staff of the ICAI, experts from C&AG, National Council of Applied Economic Research, CMDs of select Central Public Sector undertakings, members of CAS profession.</p> <p>The project funded by ICAI.</p>

32.	June, 2009	Department of Posts Project for implementation of Accrual system of accounting: ICAI ARF had taken up a pilot project for implementation of accrual accounting system in two primary postal units of the department of Posts, one in urban area and one postal unit in Rural Area under accounting jurisdiction of Pay & Accounting Office (PAO), Delhi which have been identified as pilot project. The project was completed during the F.Y. 2011-12.	September, 2011 Completed	ICAI Accounting Research Foundation	ICAI Accounting Research Foundation and Staff of the ICAI, members of CAs profession & experts from Department of Post.
33.	August, 2003	Detailed comments by ICAI at various stages of formulation of National Municipal Accounts Manual brought out by Ministry of Urban Development and Comptroller and Auditor General.	March, 2005 Completed	Chairman, Committee on Accounting Standards for Local Bodies	Members of the Committee on Accounting Standards for Local Bodies and Staff of Technical Directorate of ICAI. Funding was by ICAI.
34.	July, 2007	Detailed comments by ICAI at various stages of formulation of National Municipal Accounts Training Manual brought out by Ministry of Urban Development and Comptroller and Auditor General.	January, 2008 Completed	Chairman, Committee on Accounting Standards for Local Bodies	Members of the Committee on Accounting Standards for Local Bodies and Staff of Technical Directorate of ICAI. Funding was by ICAI.

35.	March, 2008	Detailed comments by ICAI at various stages of formulation of National Municipal Assets Valuation Methodology Manual for Municipal staff brought out by Ministry of Urban Development and Comptroller and Auditor General.	July, 2008 Completed	Chairman, Committee on Accounting Standards for Local Bodies	Members of the Committee on Accounting Standards for Local Bodies and Staff of Technical Directorate of ICAI. Funding was by ICAI
36.	November 2009	The project related to accounting reforms in Kerala State Insurance Department (KSID) was taken up in November 2009 was completed in September 2011. During this period, ICAI ARF assisted KSID in preparation of their Financial Statement and was also actively involved in restructuring and refining of various budgeted heads, accounting process, setting up of Asset Information System and introduction of accrual system of accounting of KSID etc.	September 2011 Completed	ICAI Accounting Research Foundation	ICAI Accounting Research Foundation and Staff of the ICAI. The project funded by Kerala State Insurance Department (KSID)
37.	October 2011	ICAI ARF had taken up a project for implementation of Accrual Based Double Entry Accounting System in All India Institute of Medical Sciences (AIIMS) in October 2011. During this project, the ICAI ARF has provided a number of technical inputs which assisted AIIMS in dealing with various problems associated with conversion of accounts from cash to accrual basis.	Completed	ICAI Accounting Research Foundation	ICAI Accounting Research Foundation and Staff of the ICAI. The project funded by All India Institute of Medical Sciences (AIIMS)
38.	December, 2014/January, 2015	Migration Strategy at Employees' Provident Fund Organisation (EPFO) - Cash to Accrual Accounting	October, 2015 Completed	ICAI Accounting Research Foundation	ICAI Accounting Research Foundation and Staff of the ICAI.

					The project funded by Employees' Provident Fund Organisation (EPFO)
39.	January, 2015	Indian Railways – Validation of Accounting Reforms Report and Related Pilot Study Project on Migration to Accrual Based Accounting System at NWR, Jaipur	October, 2016 Completed	ICAI Accounting Research Foundation	ICAI Accounting Research Foundation and Staff of the ICAI. The project funded by Indian Railways
40.	February/March, 2016	Indian Railways – “Consultancy work of undertaking a Comprehensive study of the existing Cash based Government Accounting system in a Production Unit of Indian Railways)IR(and a Pilot study for introduction of Accrual Based Accounting” at Rail Coach Factory)RCF(, Kapurthala	December, 2016 Completed	ICAI Accounting Research Foundation	ICAI Accounting Research Foundation and Staff of the ICAI. The project funded by Indian Railways
41.	February, 2017	Rolling Out of Accrual Accounting in all the Zonal Railways, Production Units and other offices over Indian Railway	Ongoing	ICAI Accounting Research Foundation	ICAI Accounting Research Foundation and Staff of the ICAI. The project funded by Indian Railways
42.	September, 2015	CASLB has taken up a project to develop an e-learning material on the basics and fundamentals of the accrual accounting for officials of municipal bodies in India. One lecture has been recorded on the topic namely ‘Maintenance of Books of Accounts’, the editing of which is under progress. Modalities	Ongoing	Chairman, CASLB	CASLB and ICAI Staff. Funding is by ICAI.

		for recording of more lectures are being finalised.			
<i>Contribution of Capacity Building and Reforms in Accounting by Local Bodies</i>					
43.	2005	Financial and Accounting Reforms, Capacity building and Related Strategies in Urban Local Bodies (European Union Project).	September, 2006 Completed	ICAI Accounting Research Foundation	ICAI Accounting Research Foundation and Staff of the ICAI. The project funded by European Union)
44.	2006	Strengthening Rural Decentralization at Gram Panchayat Levels in West Bengal: ICAI had undertaken and successfully completed this DFID funded project to improve the accounting, auditing, procurement and capacity building systems at the Gram Panchayat levels in the State of West Bengal.	2007 Completed	ICAI Accounting Research Foundation	ICAI Accounting Research Foundation and Staff of the ICAI. The project funded by Department for International Development, Government of UK.
45.	January, 2009	Workshop on ‘Implementation of Accounting Reforms in Local Bodies – Current Scenario a Way Forward’ at Goa in the year 2009.	January, 2009 Completed	Chairman, CASLB	Eminent professionals from Government, Urban Local Bodies, ICAI and C&AG.
46.	October, 2011	A three day awareness programme on ‘Reforms in Accounting of Municipalities – The Way Forward’ organised at YASHADA, Pune in the year 2011.	October, 2011 Completed	Chairman, CASLB	Eminent professionals from Government, Urban Local Bodies, ICAI and YASHADA.

47.	<p>August 2014</p> <p>November 2014</p> <p>March 2015</p> <p>May 2015</p>	<p>The following two days workshop-cum-training programmes on ‘<i>Improvement of Accounting and Implementation of Double Entry Accrual System of Accounting in Urban Local Bodies (ULBs)</i>’ were organised in collaboration with the Ministry of Urban Development (MOUD):</p> <p>(1) For the officials of ULBs of Karnataka: at Fiscal Policy Institute, Bangalore during August 25 - 26, 2014</p> <p>(2) For the officials of ULBs of Uttar Pradesh: at Regional Centre for Urban & Environmental Studies(RCUES), Lucknow during November 28 - 29, 2014</p> <p>(3) For the officials of ULBs of Odisha: at Hotel Kalinga Ashok, Bhubaneswar during March 30 - 31, 2015</p> <p>(4)For the officials of ULBs of Bihar: at A.N. Sinha Institute of Social Science, Patna during May 14 - 15, 2015.</p>	<p>August 2014 Completed</p> <p>November 2014 Completed</p> <p>March 2015 Completed</p> <p>May 2015 Completed</p>	Chairman, CASLB	Officials of Urban Local Bodies of the respective States, ICAI and MOUD.
48.	December, 2017	ICAI Accounting Research Foundation organized a full day Conference on “Role of Accrual Accounting in Economic Development of Country” on 6th December, 2017 at Hotel Le Meridien (Desire Hall), Windsor Place, New Delhi. The audience consisted of senior officials from O/o C&AG, Quality Council of India, Railway Board, Indian Railways, Northern Railway, Directorate of Printing, Ministry of Housing & Urban Affairs, Government Accounting Standards Advisory Board, NFCH, Ministry of Home Affairs, National Power Training Organization, Aeronautical Development Agency and other Government Local Bodies. The programme was also	Completed		

		attended by CA firms partnering in the Roll Out project.			
49.	January, 2016	An All India Level Conference on <i>‘Implementing Accrual Accounting and Financial Management Reforms in Urban Local Bodies (ULBs)</i> was organised jointly with the Ministry of Urban Development on February 8, 2016 at the Park Hotel, New Delhi.	February 2016 Completed	Chairman, CASLB	Directorates of Municipal Administrations, Directorates of Local Fund Audit and Municipal Corporations, ICAI and MOUD.
50.	May 2016	Four days training programme on ‘Accrual Accounting and Accounting Standards’ was organised in collaboration with the Accounting Standards Board (ASB) on May 28-29 and June 4-5, 2016 at The Fern Hotel, Jaipur.	June 2016 Completed	Chairman, CASLB	Government Officials of Rajasthan and ICAI.
51.	August, 2016 September, 2016 October, 2016	<i>The following two days training programmes on ‘Implementation of Double Entry Accrual Accounting and Financial Management Reforms in Urban Local Bodies (ULBs)’</i> were organised in collaboration with the respective States: 1) for the Officials of ULBs of Punjab: at Mahatma Gandhi State Institute Of Public Administration (MGSIPA), Chandigarh during August 18-19, 2016 2) for the Officials of North Delhi Municipal Corporation (NDMC): at Civic Centre, New Delhi during September 23-24, 2016. 3) for the Officials of ULBs of Himachal Pradesh: at the Office of the Directorate of Urban Development, Shimla during October 21-22, 2016	 <i>August, 2016 Completed</i> September , 2016 Completed October, 2016 Completed	Chairman, CASLB	Officials of Urban Local Bodies of the respective States, and ICAI.

	October, 2016	4) for the Officials of ULBs of Jharkhand: at Shree Krishna Lok Prashasan Sansthan, Ranchi during October 26-27, 2016.	October, 2016 Completed		
52.	February 2017	One day training programme on 'Audit in Local Bodies' was organised in collaboration with Department in Local Fund Audit, Chennai on February 21, 2017 at Chennai.	February 2017 Completed	Chairman, CASLB	Officials of Department in Local Fund Audit, Chennai, Department in Local Fund Audit, Chennai and ICAI.
53.	August 2017	One day training programme/ workshop on 'Double Entry Accrual Accounting System in Urban Local Bodies' was organised in collaboration with Urban Development Department (UDD), Delhi on August 10, 2017 at New Delhi.	August 2017 Completed	Chairman, CASLB	Officials of UDD, Delhi, UDD, Delhi and ICAI.
54.	August 2017	Training programme on 'Double Entry Accrual Accounting System and Audit in Local Bodies' was organised in collaboration with Directorate of Local Fund Audit, Chhattisgarh on August 17-18 & 29-30, 2017 at Raipur.	August 2017 Completed	Chairman, CASLB	Officials of Directorate of Local Fund Audit, Chhattisgarh, Directorate of Local Fund Audit, Chhattisgarh and ICAI.
55.	September 2017	A two days training programmes on 'Implementation of Double Entry Accrual System of Accounting and Financial Management Reforms in Urban Local Bodies' was organised in collaboration with the State Mission Directorate, AMRUT, West Bengal on September 5-6, 2017 at Kolkata.	September 2017 Completed	Chairman, CASLB	Officials of West Bengal, State Mission Directorate, AMRUT, West Bengal and ICAI.

Publications of the ICAI relating to Local Bodies

56.	August, 2003	Conversion of Accounts of Municipal Bodies to accrual basis.	August, 2003 Completed	ICAI Accounting Research Foundation	ICAI Accounting Research Foundation, Convenor, Steering Committee, MCD project, and Staff of the ICAI.
57.	October 2000	Technical Guide on Accounting and Financial Reporting by Urban Local Bodies.	October, 2000 Completed	Technical Directorate of ICAI	Experts from CAs profession and staff of Technical Directorate
58.	March, 2008	Booklet highlighting the benefits of accrual accounting in local Bodies for circulation among Councilors.	February, 2009 Completed	Chairman, Committee on Accounting Standards for Local Bodies	Technical Directorate
59.	May, 2008	Status Paper on Accounting Reforms in Local Bodies and Role of Chartered Accountants.	February, 2009 Completed	Chairman, Committee on Accounting Standards for Local Bodies	Technical Directorate
60.	2009	Accrual Accounting for Local Bodies: Elected Representatives & Stakeholders.	2009 Completed	Chairman, Committee on Accounting Standards for Local Bodies	Technical Directorate
61.	2009	Accrual Accounting for Local Bodies: Elected Representatives & Stakeholders – Hindi Version	2009 Completed	Chairman, Committee on Accounting Standards for Local Bodies	Technical Directorate

62.	2015	Compendium of Accounting Standards for Local Bodies (ASLBs)	2015 Completed	Chairman, Committee on Accounting Standards for Local Bodies	Technical Directorate
63.	December 2016	Publication on ‘ <i>Municipal Bonds for Financing Urban Infrastructure in India: An Overview</i> ’	February, 2018 Completed	Chairman, CASLB	CASLB and ICAI Staff. Funding is by ICAI.
64.	September 2014	Draft booklet on ‘ <i>Model Accounting Policies for use by the Local Bodies</i> ’ is under revision.	Ongoing	Chairman, CASLB	CASLB, resource person and ICAI Staff. Funding is by ICAI.
65.	September 2014	Basic draft of ‘ <i>Template for Pilot Studies for Uniform Implementation of Accrual Accounting in Local Bodies</i> ’ is under formulation by a Resource Person.	Ongoing	Chairman, CASLB	CASLB, resource person and ICAI Staff. Funding is by ICAI.
66.	March 2017	A standardised background material on Accrual Accounting for the training programmes of CASLB is under formulation by a Study Group.	Ongoing	Chairman, CASLB	CASLB, Study Group and ICAI Staff. Funding is by ICAI.
<i>Promotion of IPSASs in Government Accounting</i>					
67.	April, 2004	The Indian Government Accounting Standards (IGAS), formulated, formulated by the Government Accounting Standards Advisory Board (GASAB) and notified by the Ministry of Finance, Government of India.	Completed	Government of India and Chairman of Government Accounting Standards	Government Accounting Standards Advisory Board and its Secretariat. Funding is by

				Advisory Board	Government of India.
68.	August, 2007	<ul style="list-style-type: none"> • Guarantees given by Governments: Disclosure Requirements (IGAS 1). • Accounting and Classification of Grants-in-aid (IGAS 2). • Loans and Advances made by Governments (IGAS 3). 	Completed	Government of India and Chairman of Government Accounting Standards Advisory Board	Government Accounting Standards Advisory Board and its Secretariat. Funding is by Government of India.
69.	July, 2008	<p>The Indian Government Accounting Standards (IGAS), approved by the Government Accounting Standards Advisory Board (GASAB) and under consideration of Government of India, are:</p> <ul style="list-style-type: none"> • IGAS 7, Foreign Currency Transactions and Loss/Gain by Exchange Rate Variations. • IGAS 9, Government Investments in Equity • IGAS 10, Public Debt and Other Liabilities of Governments: Disclosure Requirement. 	Ongoing	Chairman, Government Accounting Standards Advisory Board	Government Accounting Standards Advisory Board and its Secretariat. Funding is by Government of India.
70.	July, 2008	<p>Advisory on <i>Fixed Assets Recording and Accounting</i> is at advanced stage of formulation.</p> <p>Various other IGAS are under development</p> <ul style="list-style-type: none"> • 	Ongoing	Chairman, Government Accounting Standards Advisory Board	Government Accounting Standards Advisory Board and its Secretariat. Funding is by

					Government of India.
71.	July, 2008	<p>The Indian Government Financial Reporting Standards (IGFRS), approved by the Government Accounting Standards Advisory Board (GASAB) and under consideration of Government of India, are:</p> <ul style="list-style-type: none"> • IGFRS 1: Presentation of Financial Statements • IGFRS 2: Property, Plant & Equipment • IGFRS 3: Revenue from Government Exchange Transactions • IGFRS 4: Inventories • IGFRS 5: Contingent Liabilities (other than guarantees) and Contingent Assets: Disclosure Requirements. 	Ongoing	Chairman, Government Accounting Standards Advisory Board	Government Accounting Standards Advisory Board and its Secretariat. Funding is by Government of India.
<i>Review of ICAI's Compliance Information</i>					
72.	Ongoing	Perform periodic review of ICAI's SMO Action Plan and update sections relevant to SMO 5 as and when necessary. Once updated inform IFAC compliance staff about the updates in order for the compliance staff to republish updated information.	Ongoing	Chairman, Committee on Accounting Standards for Local Bodies (CASLB)	ICAI Staff

Action Plan Subject: SMO 6–Investigation and Discipline
Action Plan Objective: Ensuring an Effective and Vibrant Investigation and Disciplinary Mechanism at all Times

#	Start Date	Actions	Completion Date	Responsibility	Resource
<p><i>Background:</i></p> <p>The Chartered Accountants Act provides for an elaborate framework for taking disciplinary action against its erring members for professional and/or other misconduct. The framework of disciplinary mechanism was evolved under the Chartered Accountants Act in the year 1949, when ICAI had only about 1600 members. The disciplinary mechanism so provided under the Statute 68 years ago had withstood the test of time and judicial scrutiny.</p> <p>Over the years, there has been an overwhelming increase in the business complexities, changing scenario of the corporate governance and the high incidence of cases of corporate misdemeanor, which have increased public awareness, concerns and expectations from the auditing profession over its role in safeguarding the interest of the stakeholders. Obviously, the system which was evolved more than 68 years ago with 1600 members to regulate, could not cope up with the requirements and expectations of the present day with around 2,80,000 members.</p> <p>Having realised the need for streamlining Disciplinary mechanism, as embodied in the present Statute and the ever increasing expectation of the Society as stated earlier, a more vibrant disciplinary mechanism was proposed to the Government. These initiatives have yielded results and the Chartered Accountants Act, 1949 was amended by the Central Government in September, 2006 and the said amended Act, known as The Chartered Accountants Act, 1949 as amended by The Chartered Accountants (Amendment) Act, 2006 came into existence on September 17, 2006.</p> <p>Some of the salient features of the amendments made are given below in tabular form:</p>					
		Provisions under the Chartered Accountants Act, 1949	Provisions under the Chartered Accountants Act, 1949 as amended by The Chartered Accountants (Amendment) Act, 2006		
		Every Complaint/Information of professional and/or other misconduct received against members of the Institute were required to be processed by obtaining Written Statement of the Respondent, Rejoinder of the Complainant and Comments of the Respondent.	Every Complaint/Information of professional and/or other misconduct received against members of the Institute are required to be processed by obtaining Written Statement of the Respondent and Rejoinder of the Complainant only. <i>(The stage of obtaining comments of the Respondent on the rejoinder of the Complainant omitted)</i>		

<p>The papers relating to the Complaint/Information i.e. the Complaint, Written Statement, Rejoinder and Comments are placed before the Council for formation of its prima facie opinion.</p>	<p>The papers relating to the Complaint/Information i.e. the Complaint, Written Statement, Rejoinder are considered by the Director (Discipline) (who is statutory authority created under the provisions of the amended Act) for formation of prima facie opinion.</p>
<p>The Council forms its opinion as to whether a member is prima facie guilty of professional and/or other misconduct or not and in case the member is prima facie guilty refers the matter to the Disciplinary Committee for enquiry.</p>	<p>(a) The Amended Act provides for the setting up of (a) Board of Discipline which looks into the cases of professional misconduct falling under First Schedule (minor offences) and (b) Disciplinary Committee which looks into cases of professional misconduct falling under Second Schedule and/or pertaining to both Schedules (major offences).</p> <p>(b) The Board of Discipline/ Disciplinary Committee, as the case may be, considers the prima facie opinion formed by the Director (Discipline) and decides to either close the matter or proceed further for enquiry.</p> <p>(c) The Board of Discipline/ Disciplinary Committee, as the case may be, conducts the enquiry and submits its findings as to whether the member is guilty or not of the alleged misconduct. In case the member is not guilty, the Board of Discipline/Disciplinary Committee, as the case may be, orders for closure of the case.</p>
<p>The Disciplinary Committee conducts the enquiry and submits its report to the Council for its consideration. The Council considers the report of the Disciplinary Committee. In the event of the member being held guilty for professional misconduct under the First Schedule, the Council is required to provide an opportunity of hearing to the Respondent before awarding punishment. In respect of professional/other misconduct falling under the Second Schedule, the Council recommends punishment to the concerned High Court(s) and the High Court(s) in turn finally award the punishment.</p>	<p>Upon receipt of findings wherein the member is found guilty, the Report of the Board of Discipline/ Disciplinary Committee, as the case may be, is considered by the respective Body for award of punishment and wherein upon affording opportunity of hearing to the member concerned, necessary punishment as provided under the Act is awarded on a case to case basis.</p>
<p>While the scope of punishment ranges from reprimand to removal from Register of Members for varying periods, the same requires ratification by the Hon'ble High Court (in cases pertaining to Second Schedule) before the punishment is implemented.</p>	<p>In the new disciplinary mechanism punishment(s) are directly awarded by the Board of Discipline/Disciplinary Committee, as the case may be, and the punishment include financial penalty and removal from membership for definitive periods as prescribed under</p>

	the Act which includes removal of name of the member from Register of Members permanently. The aggrieved members can approach the Appellate Authority under Section 22G of the Chartered Accountants Act, 1949, (As amended in 2006)
The scope of punishment was defined to mere reprimand and removal from membership for specific periods.	The scope of punishment has been enlarged to provide for awarding of financial penalty apart from removal from membership for varying periods and making the same instantaneous without referral to High Courts.

Apart from the above, the Council of the Institute is seized of considering further amendment(s) in the Act/Rules so as to bring firm(s) of Chartered Accountants also under the ambit of disciplinary mechanism as also imposing harsher penalties for various offences especially in matters relating to public interest and/or cases causing loss to public exchequer.

Statistical details of cases dealt with under Old Disciplinary Mechanism (U/s 21D) from April, 2000 till 31st March, 2018. are given below:

Number of PFOs considered by the Council	1771
Number of cases wherein the Respondents were held prima facie guilty and Referred for enquiry	701
Number of Cases wherein the Respondents were held prima facie not guilty	1070
Number of Reports of the Disciplinary Committee considered by the Council.	920

Out of above wherein :

(i) Number of Cases wherein the Respondents were found guilty	444
(ii) Number of Cases wherein the Respondents were found not guilty	476

Number of cases pending for hearing before the Disciplinary Committee*	5
--	---

Number of Disciplinary Reports pending for consideration by the Council	7	
* includes 1 case referred back by the Council during the current year		
<u>Statistical details of cases dealt with under New Disciplinary Mechanism Since inception i.e. 2006 till 31st March, 2018. are given below:</u>		
Particulars	BOD	DC
Number of cases considered at prima facie stage by BOD/DC	2986	
Number of cases wherein inquiry conducted & concluded	266	495
Number of cases wherein members held guilty	140	197
Number of cases wherein punishment awarded to the erring members (punishment also includes monetary fine in some of the cases)	105	154

Table to review alignments with SMO 6

Requirements	Y	N	Partially	Comments
<p>Scope of the system</p> <p>1. A system of investigation, discipline and appeals exists for the accountancy profession. The system is operational.</p>	Yes			Sections 21 and 22 of the Chartered Accountants Act, 1949 and Rules framed thereunder provides the detailed disciplinary mechanism for investigation and disposal of disciplinary complaints against members of ICAI
<p>2. Information about the types of misconduct which may bring about investigative actions is publicly available.</p>	Yes			The professional and or other misconduct are defined under two schedules of the Chartered Accountants Act, 1949 which is a public document and is readily available.
<p>Initiation of Proceedings</p> <p>3. Both a “complaints-based” and an “information-based” approach are adopted.</p>	Yes			
<p>4. Link with the results of QA reviews has been established.</p>			Partially	Whenever references are received from QRB through the Council of ICAI, the matters are looked into under the provisions of disciplinary mechanism.
<p>Investigative process</p> <p>5. A committee or similar body exists for performing investigations.</p>	Yes			<p>Under Section 21A Board of Discipline has been established which deals with the cases wherein as per Prima facie opinion either the Respondent is guilty under First Schedule or Not guilty.</p> <p>Under Section 21B a Disciplinary Committee has been formed which deals with the cases wherein the Respondent has been prima facie held Guilty under Second Schedule or under both Schedule.</p>

Requirements	Y	N	Partially	Comments
6. Members of a committee are independent of the subject of the investigation and other related parties.			Partially	<p>Board of Discipline formed under Section 21A is headed by President, ICAI with one more Council member and one member nominated by Central Government</p> <p>DC formed under section 21B is headed by President or Vice President of ICAI with 2 more council members and 2 members nominated by Central Government. Two benches of the Disciplinary Committee have been created as provided under the rules to expedite the hearings for a speedier disposal..</p>
<p>Disciplinary process</p> <p>7. A separate disciplinary committee/entity exists to make disciplinary decisions on referrals from the investigation committee.</p>	Yes			<p>Initially the case is examined by Director (Discipline) and based on documents available on record, he makes his prima facie opinion whether the concerned member is guilty or not guilty and if guilty under which clause and under which schedule to CA Act, 1949.</p> <p>Thereafter the same is considered by BoD or DC as the case may be and final decision is taken by BoD or DC only.</p>
8. Members of the committee/entity include professional accountants as well as non-accountants.	Yes			The members who are nominated by Council are professional Chartered Accountants while the members nominated by Central Government may or may not be a Professional Accountant
9. The tribunal exhibits independence of the subject of the investigation and other related parties.	Yes			Section 22A of the CA Act, 1949 provides for constitution of an Appellate Authority whose members are nominated by the Central Government only.

Requirements	Y	N	Partially	Comments
<p>Sanctions</p> <p>10. The disciplinary system allows imposing an extensive range of penalties. It is particularly important to include (a) loss of professional designation; (b) restriction and removal of practicing rights; and (c) exclusion from membership.</p>	Yes			<p>The punishment to erring members as may be awarded by the Disciplinary Committee/Board of Discipline range from mere reprimand to permanent removal of name of the concerned member from the Register of members including monetary penalty which may go upto Rs.5 lacs. The quantum of punishment is decided on the basis of merit of each case and gravity of professional misconduct.</p>
<p>Rights of representation and appeal</p> <p>11. A third appeals body exists which is separate from both the disciplinary committee and investigative committee.</p>	Yes			<p>As explained in point no. 9 above, Section 22A of the CA Act, 1949 provides for constitution of an Appellate Authority.</p> <p>Section 22G of the said act interalia provides as under: Any member of the Institute aggrieved by any order of the Board of Discipline or the Disciplinary Committee imposing on him any of the penalties referred to in sub-section (3) of Section 21A and sub-section (3) of Section 21B, may within ninety days from the date on which the order is communicated to him, prefer an appeal to the Authority: Provided that the Director (Discipline) may also appeal against the decision of the Board of Discipline or the Disciplinary Committee to the Authority, if so authorised by the Council, within ninety days</p>
<p>Administrative Processes</p> <p>12. Timeframe targets for disposal of all cases are set.</p>		No		<p>Disciplinary proceeding being a quasi-judicial proceedings are required to go through the set procedure as prescribed under the Chartered Accountants Act, 1949 and Rules framed thereunder</p>

Requirements	Y	N	Partially	Comments
				wherein though certain stagewise time limits have been mentioned but no timeframe target for overall disposal of cases are defined.
13. Tracking mechanisms to monitor progress in investigation and discipline and related procedures are established.		Yes		There is a data maintained of disciplinary cases and monitored on regular basis.
14. Records of investigations and disciplinary processes are established.	Yes			As discussed in Point no. 13, as of now, the data is maintained manually in excel sheets and records are maintained in physical files.
Public Interest Considerations 15. Activities are supported to ensure that the public is aware that an investigative and disciplinary system exists in the jurisdiction.	Yes			The complete disciplinary mechanism along with the procedure to file a formal complaint have been hosted at the official website of ICAI, i.e., www.icaai.org
16. A process for the independent review of complaints on which there was no follow-up is established.	Yes			There is a periodic review of cases of matter wherein action is required on fast track mode.
17. The results of the investigative and disciplinary proceedings are made available to the public.			Partially	When disciplinary case as and when reaches to its finality, the same is published in disciplinary volumes which are readily available for sale .
Liaison with Outside Bodies 18. There is an appropriate process for liaison with outside bodies on possible involvement in serious crimes and offences.			Partially	We at ICAI regularly liason with the concerned outside agencies like Government investigating agencies, other government departments for getting the related documents/evidences on cases of Government/Public Interest matters
Regular review of implementation and effectiveness				The Government has recently constituted a High Level Committee to review the disciplinary mechanism

Requirements	Y	N	Partially	Comments
19. Regular review of implementation and effectiveness of the system are performed and corrective actions are implemented.				and suggest changes/amendments in the provisions of the Chartered Accountants Act and the rules framed thereunder for making it more effective and ensuring quicker disposal.

Action Plan Subject: SMO 7–International Financial Reporting Standards and Other Pronouncements issued by the IASB
Action Plan Objective: Convergence with International Financial Reporting Standards

#	Start Date	Actions	Completion Date	Responsibility	Resource
<p><i>Background:</i></p> <p>The Accounting Standards in India are formulated by the Accounting Standards Board (ASB) which was established 41 years ago on 21st April 1977 by ICAI with the main objective to harmonise the diverse accounting policies and practices in use in India. In 1998, the Accounting Standards formulated by the Institute of Chartered Accountants of India (ICAI) got legal recognition under the Indian Company Law, i.e., Companies Act, 1956, wherein it mandated that the Accounting Standards formulated and recommended by the ICAI to be prescribed by the Central Government in consultation with National Advisory Committee on Accounting Standards (NACAS) and till the Accounting Standards are notified by the Government, the Accounting Standards formulated by the Institute are required to be followed by companies. In the year 2006, Accounting Standards 1 to 7 and 9 to 29 formulated by the Institute of Chartered Accountants of India (ICAI) have been notified under the Act by the Ministry of Corporate Affairs, Government of India as ‘Companies (Accounting Standards) Rules, 2006’. Companies Act, 2013 also requires through its section 129 read with section 133 that financial statements shall comply with the accounting standards. Further, section 143 of Companies Act, 2013 requires that Auditor’s report shall include whether, in his opinion, the financial statements comply with the accounting standards. Also, Securities and Exchange Board of India (SEBI) through its regulations for Listing Obligations and Disclosure Requirements requires compliance with accounting standards at various places, such as under Chapter II and Chapter IV.</p> <p>It may be mentioned that the Institute being a member of IFAC, has been formulating the Accounting Standards based on International Accounting Standards/International Financial Reporting Standards, subject to local legal and economic environment, customs and practices prevailing within the country.</p> <p>In the year 2006, keeping in view various benefits of convergence with IFRSs to the Indian economy, the Council of the ICAI decided in May 2006 to consider converging with IFRSs fully. In the year 2006 ICAI constituted a Task Force to prepare the Concept Paper on Convergence with IFRS. The Task Force submitted concept paper recommending convergence with IFRS with effect from 1st April 2011. Subsequent detailed progress since then is given below. It is important to note that two Phases of implementation of IFRS converged Indian Accounting Standards (Ind AS) has been completed (that begun with effect from 1st April 2016). While ICAI is taking every step to maintain convergence with IFRS all the time, it has also been taking steps for effectiveness implementation of IFRS and capacity building among ICAI members in industry and Practice.</p> <p><i>For members in practice and industry:</i></p> <ul style="list-style-type: none"> • Conduct a 100 hours Certificate Course on Ind AS (Formerly Certificate Course on IFRSs): Course has been launched in October 2008. Registration from November 1, 2008. 					

#	Start Date	Actions	Completion Date	Responsibility	Resource
<p>Uniform format has been designed for conducting 2 days intensive workshops on Ind AS throughout the country. Many seminars and conferences on IFRSs and Ind AS have already been held by the Continuing Professional Education Committee and other committees of the ICAI. More than 6600 persons completed the IFRS Certificate Course.</p> <p>For students:</p> <ul style="list-style-type: none"> Syllabus of the Chartered Accountants pre-qualification course has been revised to incorporate IFRSs therein Universities to be approached for incorporating IFRSs in the curriculum of relevant undergraduate and postgraduate courses <p>For trainers of IFRSs:</p> <ul style="list-style-type: none"> Train the trainers programme to be conducted 					
<i>Convergence with IFRSs by the End of 1st April 2011- The Decision</i>					
46.	May, 2006	Council of the Institute deliberated on the need for convergence with IFRSs and asked ASB to look into the matter.	July, 2007 Completed	Chairman, Accounting Standards Board	Members of the Council, members of ASB and Technical Directorate.
47.	August, 2006	ASB constituted the Task Force to prepare a Concept Paper to explore the possibility of (i) attaining full convergence with IFRSs in India, and (ii) laying down a Road Map for achieving full convergence with IFRSs. The Task Force had representations from regulators, industry, government, and the accounting profession. It held 5 meetings.	June, 2007 Completed	Convener, Task Force and Chairman, Accounting Standards Board	Voluntary experts in the area on the Task Force, members of ASB, and Technical Directorate. Funding was by ICAI.
48.	June, 2007	Presentation of Concept Paper by Task Force to ASB and detailed discussion on the same at the ASB meeting. ASB accepted the recommendations for full convergence from April 1, 2011 for public interest entities and large-sized entities, and also approved the Road Map.	June ,2007 Completed	Convener, Task Force and Chairman, Accounting Standards Board	Voluntary experts in the area on the Task Force, members of the ASB, and Technical Directorate.

#	Start Date	Actions	Completion Date	Responsibility	Resource
49.	July, 2007	Presentation of Concept Paper by ASB at Council meeting. Council accepted, in principle, the recommendations contained in the Concept Paper. Council requested ASB to finalize the Concept Paper on the basis of suggestions of Council members made at the meeting.	August, 2007 Completed	Chairman, Accounting Standards Board	Members of ASB, Council and Technical Directorate
50.	July, 2007	Public Announcement- Announcement by the Council to fully converge with IFRSs from the accounting periods commencing on or after 1st April, 2011 for the listed entities and other public interest entities such as banks, insurance companies and large-sized entities.	April 1, 2011 Completed	Chairman, Accounting Standards Board	Members of ASB and Technical Directorate
51.	July, 2007	Finalization by ASB, printing and publishing of the Concept Paper. The Concept Paper is available on Institute's website at http://www.icai.org/post.html?post_id=847 .	October, 2007 Completed	Chairman, Accounting Standards Board	Members of ASB and Technical Directorate
52.	July, 2007	Wide publicity of decision to converge with IFRSs through press releases, hosting on Institute's website, sending for hosting on International Accounting Standards Board's (IASB's) website.	Completed	Chairman, Accounting Standards Board	Members of ASB, Technical Directorate. Funding by ICAI.
<i>Implementation of Decision/Convergence Program</i>					
53.	July, 2007	Constitution of Group for Implementation of Convergence with IFRSs to implement the decision in order to carry out various functions for ensuring smooth transition to IFRSs from 2011 ³ namely: a) To prepare the Work Plan for the ASB regarding fixing the priority for revising certain existing Accounting Standards and issuing new Accounting Standards corresponding to IFRSs prior to 2011.	The Group has been dissolved but wherever necessary the follow-ups and the required actions are	Convener of the Group for Implementation of Convergence with IFRSs	Members of ASB, and Technical Directorate. Funding is by ICAI.

³ Earlier, Ind ASs were decided to be made effective from April 1, 2011. However, the implementation of Ind AS was postponed due to certain issues including tax issues. Subsequently, new roadmap for implementation of Ind AS in phased manner starting from accounting periods beginning on or after 1st April, 2015, was notified.

#	Start Date	Actions	Completion Date	Responsibility	Resource
		<p>b) To formulate strategies for approaching various Government departments and regulators for changing various laws and regulations.</p> <p>c) To look into the requirements of training the members in IFRS and to formulate ways to meet the requirements.</p> <p>d) To liaise with the industry associations for getting the industry ready for convergence with IFRSs.</p> <p>e) To look into any other aspect, such as, liaising with IASB, where required, to settle conceptual issues.</p> <p>To carry out these functions, four Sub-Groups have been constituted.</p>	being taken by ASB		
<i>Issuing IFRS-Equivalent Indian Accounting Standards</i>					
54.	November, 2007	<ul style="list-style-type: none"> • To prepare Work Plan for ASB for fixing the priority for revising certain existing Accounting Standards and issuing new IFRS-equivalent Accounting Standards prior to 2011 in the light of the IASB Work Plan, a Sub-Group was constituted. The Work Plan prepared by the Sub-Group was approved by ASB. However, to meet the timelines and expedite the process, the Work Plan was revised. • Study Groups were constituted for preparing drafts of IFRS-equivalent Indian Accounting Standards and related documents. It was decided to include IFRICs in the relevant IFRS-equivalent Indian Accounting Standards by way of Appendix. • Indian Accounting Standards (Ind AS) corresponding to IFRSs/IASs were formulated and sent to National Advisory Committee on Accounting Standards (NACAS) which recommended the same to the Ministry of Corporate Affairs for notification. The MCA uploaded 35 Ind ASs corresponding to IASs/IFRSs. 	Completed Year 2011	Conveners of various Study-Groups preparing drafts of IFRS-equivalent Indian Accounting Standards, Chairman, Accounting Standards Board	Experts contributing voluntarily on Study-Groups, members of ASB, and Technical Directorate. Funding is by ICAI.

#	Start Date	Actions	Completion Date	Responsibility	Resource
55.	2011	<ul style="list-style-type: none"> NACAS recommended the government to postpone implementation of Ind AS 115 as IASB has also decided to defer its applicability. Ind AS 11, Construction Contracts and Ind AS 18, Revenue were notified in March 2018 omitting Ind AS 115 In order to remain converged with IFRS, changes are made in Ind AS, after due consideration corresponding to amendments/new IFRS/IFRIC issued by the IASB from time to time <p>The details of status of Indian Accounting Standards (Ind ASs) vis-à-vis International Financial Reporting Standards (IFRSs)/International Accounting Standards (IASs) is enclosed as Annexure A.</p>	<p>Complete.</p> <p>The Groups have now been dissolved but wherever necessary the follow-ups and the required actions are being taken by ASB</p>	<p>Chairman, Accounting Standards Board</p>	<p>Members of ASB, Technical Directorate. Funding by ICAI.</p>
<i>Liaising with Regulatory and Legal Bodies for Convergence</i>					
56.	November, 2007	<p>Sub-Group was constituted for liaising with Government and Regulatory Authorities. The Sub-Group has started functioning. The four core groups were constituted under the Sub-Group to liaise with Government and Regulatory Authorities and make required changes in laws and regulations, where appropriate.</p>	<p>The Group has been dissolved but wherever necessary the follow-ups and the required actions are being taken by ASB and Ind As Implementation Group thereunder</p> <p>Completed</p>	<p>Chairman, Accounting Standards Board Chairman, Ind AS Implementation Group</p>	<p>Members of ASB Ind AS Implementation Group, and Technical Directorate. Funding is by ICAI.</p>

#	Start Date	Actions	Completion Date	Responsibility	Resource
57.	September, 2012	<p>At a MCA's Core Group meeting held in September 2012, Core group requested the ICAI to suggest the revised Roadmap for the Applicability of Indian Accounting Standards. In response to the request, the ICAI keeping in view the time required for finalising the Ind ASs corresponding to the IFRSs revised/ issued by the IASB post February, 2011, recommended to the MCA implementation of Ind ASs from the period beginning from April 01, 2015 in phased manner.</p> <ul style="list-style-type: none"> • 	Completed	Chairman, Accounting Standards Board	Members of ASB, and Technical Directorate. Funding is by ICAI.
58.	2014-15	<p>In July 2014, Government of India decided to implement IFRS converged Indian Accounting Standards with effect from 1st April 2015 on voluntary basis and mandatorily with effect from 1st April 2016. ICAI formulated set of Ind ASs taking into account the IFRSs issued as on 31 Dec 2014. ICAI also recommended early convergence of an important standard viz. IFRS 9 Financial Instruments.</p>			
<i>Education and Training for Implementation of IFRSs</i>					

#	Start Date	Actions	Completion Date	Responsibility	Resource
59.	November, 2007	Sub-Group was constituted. To provide education and training on IFRSs various steps were undertaken which are given below.	The Group has been dissolved but wherever necessary the follow-ups and the required actions are being taken by Ind AS Implementation Group (Formerly Ind AS 0 Implementation Committee	Convenor, Ind AS Implementation Group	Members of Ind AS Implementation Group, Other Experts and Technical Directorate. Funding is by ICAI.
<i>Liaising with Industry Associations</i>					
60.	November, 2007	Sub-Group was constituted. Various steps were taken to ensure that the industry associations should influence their constituents to prepare themselves to adopt IFRSs from the date to be notified shortly ^{1st} April 2011. Many industry associations are accordingly conducting seminars and conferences on getting their constituents ready for adoption of IFRSs.	The Group has been dissolved but wherever necessary the follow-ups and the required actions are being taken by Ind AS Implementation Group (Formerly Ind AS 0	Convenor, Ind AS 0 Implementation Group	Members of Ind AS Implementation Group, Other Experts and Technical Directorate. Funding is by ICAI.

#	Start Date	Actions	Completion Date	Responsibility	Resource
			Implementation Committee		
61.	August, 2013	As requested by the MCA's Core Group, an Impact Analysis of Ind ASs on Indian Corporates was conducted by the ASB. With a view to understand the viewpoints and concerns of the Indian Industries, Workshops at different metropolitan cities were organised wherein representatives from more than 300 organisations were invited. A report on the basis of the feedback received from the organisations and certain experts have been finalised and submitted to the MCA.	October 2013 Completed	Convenor, Ind AS Implementation Group under ASB	Members of Ind AS Implementation Group under ASB, Other Experts and Technical Directorate. Funding is by ICAI.
62.	2014	1. An interactive meeting on implementation of Ind AS was organised by the Accounting Standards Board on January 15, 2014 at Mumbai, inviting various interested stakeholders to identify any implementation issues which may be encountered by them so that the Board may provide necessary guidance and/or any other assistance in this regard. More than 40 members from more than 20 companies attended the meeting.	Ongoing	Chairman, Accounting Standards Board and Convenor, Ind AS Implementation Group under ASB	Members of Ind AS Implementation Group under ASB and Accounting Standards Board, Other Experts and Technical Directorate. Funding is by ICAI.

63.		<p>2.A one-day Awareness Programme on IFRS-converged Indian Accounting Standards (Ind AS) was held on February 7, 2015, at Mumbai. Representatives of various companies were invited with a view to create awareness about the upcoming Ind ASs and to identify any implementation issues, for smooth implementation of Ind AS in the country. 63 representatives from approximately 40 companies attended the Programme at which salient features of new Ind AS were covered.</p> <p>3. A Workshop was in New Delhi on July 31, 2015, with an objective to understand whether the Ind AS 115 should be deferred because the IASB and FASB have decided to defer or there are certain genuine implementation issues which necessitate deferral of the same in India. 66 companies represented by 97 representatives attended the Workshop. Apart from the preparers of financial statements, the Workshop was also attended by other stakeholders, such as, officials of the Ministry of Corporate Affairs, SEBI, CBEC and Auditors. At the Workshop Mr. Henry Rees, Technical Director, IASB, made a presentation on IFRS 15, wherein he <i>inter alia</i> covered as to why IASB decided to defer IFRS 15.</p> <p>4. An outreach workshop on proposed Ind AS 116, Leases, corresponding to IFRS 16 was organised on June 2, 2017, at New Delhi inviting industry representatives to explain the main provisions of Ind AS 116 and understand their concerns.</p> <p>5. A specific meeting was convened with concerned regulators on December 08, 2017 at Mumbai, whereat representatives from Indian regulators were invited to discuss regulatory issues in implementation of Ind AS 116.</p> <p>6. In April 2018, an outreach programme on the Ind AS 117, <i>Insurance Contracts</i> corresponding to IFRS 17 is scheduled whereat IASB officials are invited in Mumbai, India .</p>			
-----	--	---	--	--	--

#	Start Date	Actions	Completion Date	Responsibility	Resource
<i>Convergence Approach for Small and Medium Sized Entities (SMEs)</i>					
64.	Subsequent to issuance of IFRS for SMEs by IASB	For the time being the existing Accounting Standards would be applied to the SMEs. The existing Accounting Standards are being revised on the basis of Ind AS and IFRS for SMEs.	Ongoing	Chairman, Accounting Standards Board	Members of Accounting Standards Board and Technical Directorate
65.	August 2013	The MCA's Core Group requested ICAI to suggest that whether one set of Accounting Standards can be applied to all companies by giving exemptions/relaxations to smaller companies or should there be a separate set of Accounting Standards for the Small Companies. The ASB, has recommended to the MCA that there should be a separate set of Accounting Standards for the Small Companies.	October 2013 Completed	Chairman, Accounting Standards Board	Members of Accounting Standards Board and Technical Directorate
66.	2014	As requested by the Ministry of Corporate Affairs, ICAI has also decided to upgrade the existing Accounting Standards (AS) to bring them nearer to Ind AS. These AS would apply to entities to which Indian Accounting Standards (Ind ASs) would not apply, i.e., primarily the unlisted entities having turnover less than 250 crores. The Approach of upgrading the existing Accounting Standards in Phased manner for the Second Set of accounting standards has been finalized. The existing Accounting Standards are in the process of revision. So far 7 standards have been cleared by the NACAS which will be notified along with the remaining standards as a complete set.	Ongoing	Chairman, Accounting Standards Board	Members of Accounting Standards Board and Technical Directorate
<i>Technical Literature</i>					
67.	Ongoing	ASB has issued Background Material for Seminars for some Accounting Standards. List of the same is available at http://www.icai.org/post.html?post_id=831 ASB also issues FAQs for providing guidance to stakeholders, which are available at http://www.icai.org/post.html?post_id=12716	Ongoing	Chairman, Accounting Standards Board	Members of Accounting Standards Board and Technical Directorate

#	Start Date	Actions	Completion Date	Responsibility	Resource
68.	Ongoing	Guidance Note providing guidance on application of Accounting Standards to industry specific issues have been issued by Accounting Standards Board and Research Committee of Technical Directorate. List of the same is available at http://www.icai.org/post.html?post_id=1399	Ongoing	Chairman, Research Committee	Members of Research Committee and Technical Directorate
69.	Ongoing	To provide guidance on implementation of IFRSs, technical literature is being developed. A separate Group Ind AS Implementation Group under ASB is formulating the Educational Material on the Ind ASs	Ongoing	Convenor, Ind AS Implementation Group.	Members of Ind AS Implementation Group and Technical Directorate
70.	Ongoing	<p>Educational Materials on Ind AS</p> <p>To provide guidance on implementation of IFRS-converged Indian Accounting Standards (Ind AS), Educational Materials on Ind AS containing summary of the standard in brief and FAQs which are expected to be encountered while implementing the Standards are being developed by the Ind AS Implementation Group (Formerly Ind AS Implementation Committee). So far, the Committee has issued 10 Educational Materials on Ind AS.</p> <p>The same are available at: http://www.icai.org/post.html?post_id=8202</p> <p>ITFG</p> <p>An Ind AS Transition Facilitation Group (ITFG) of Ind AS (IFRS) Implementation Committee has also been constituted for providing clarifications on timely basis on various issues related to the applicability and /or implementation of Ind AS under the Companies (Indian Accounting Standards) Rules, 2015, raised by preparers, users and other stakeholders.</p>	Ongoing	Convenor, Ind AS Implementation Group	Members of Ind AS Implementation Group and Technical Directorate

#	Start Date	Actions	Completion Date	Responsibility	Resource
		<p>So far, the Group has issued 14 ITFG Clarification bulletins and a Compendium of all ITFG Bulletins which are available at the link below: http://www.icai.org/post.html?post_id=12745</p> <p>Support-Desk for implementation of Ind AS</p> <p>As era of implementation of Ind AS has begun, a number of issues are constantly being faced by the Small and Medium Practitioners (SMPs) and companies in the implementation of Ind AS, a Support-desk for Implementation of Ind AS had been launched in October 2016 so as to address the difficulties faced by the members and stakeholders as early as possible.</p> <p>For this purpose, a support desk has been created, wherein the members can submit their queries, questions, suggestions online by clicking on the below-mentioned link:</p> <p>https://docs.google.com/forms/d/1_KTFV6glAFsBSXpyalyb2P2XkOdvGX4Nhc52z8IWhwg/viewform?edit_requested=true</p>			
71.					
72.					
<i>Interacting with Government Authorities and Regulators</i>					
73.	Ongoing	Regularly interacting with various regulatory and ministries such as Reserve Bank of India (RBI), Securities and Exchange Board of India (SEBI), Ministry of Corporate Affairs (MCA), Insurance Regulatory Development Authority (IRDA), etc. to express views on accounting matters and keep them abreast of recent developments and seek their participation. A working Group was constituted by the RBI to implement	Ongoing	Chairman, Accounting Standards Board	Members of ASB and Technical Directorate

#	Start Date	Actions	Completion Date	Responsibility	Resource
		<p>Ind AS in Banks. Representatives from ICAI were also members of the Group. Also, issues forwarded by RBI to ASB for examination and necessary clarifications, if required.</p> <p>Further, IRDA constituted a Group on Implementation of Ind AS in Insurance Sector, under which various sub-groups were constituted to examine specific aspects, ex-Formats, Disclosures, etc. ICAI was also made a member of the said Group.</p>			
<i>Contributing to the Activities of IASB and International Developments</i>					
74.	Ongoing	<ul style="list-style-type: none"> • ASB regularly sends its comments on various Discussion Papers/Exposure Drafts of IFRSs issued by the IASB from time to time. • Active participation in the following international meetings: <ol style="list-style-type: none"> a) World Standard-Setters b) Asian-Oceanian Standard Setters Group (AOSSG) c) National Standards Setters and International Forum of Accounting Standard Setters (IFASS) d) Regional Standard-Setters. • Recently, CA. S.B. Zaware, Chairman, Accounting Standards Board, took over as the Vice-Chair of the Asian-Oceanian Standard-Setters Group (AOSSG) for 2 years, i.e., November 2017 to November 2019 at AOSSG meeting held in November 2017 at Hangzhou, China. • India is leading sub-working group of AOSSG on IFRS 16, Leases. • <u>Details of various meetings attended is as below:</u> • Meetings with ASB, Japan and EU Commission, Regional Standard-Setters was held in March, 2008 at New Delhi. • Meeting with French delegation on convergence in April, 2008. 	Ongoing	Chairman, Accounting Standards Board	Members of ASB and Technical Directorate

#	Start Date	Actions	Completion Date	Responsibility	Resource
		<ul style="list-style-type: none"> • Meeting with Japanese delegation on April 22, 2010 to discuss the modalities of Indo-Japan Conference on IFRS and the capital markets and setting up a working group to enhance cooperation between India and Japan. • Meeting with a delegation of European Union on 28th May 2010 to discuss the convergence programme in India. • Meeting with a delegation of European Commission on January 17, 2011 to determine the equivalence of the national GAAPs with IFRS to provide its final advice to European Commission on whether Indian IFRS converged Standards could be considered to be IFRS equivalent for the purpose of filing of financial statements with the European Commission without giving additional statement as per IFRS. • ASB has co-led the Asian- Oceanian Standard Setters Group (AOSSG) Working Group for the revision of the Standard on Agriculture with Malaysian Accounting Standards Board. The Group submitted its proposal of amendments to IAS 41, Agriculture to IASB. • India is also the member of the AOSSG Working Group on Financial Instruments which aims to: • Monitor the ongoing work of the IASB in replacing IAS 39 and identify issues for consideration by AOSSG members;- facilitate the AOSSG's contribution (including ideas and recommendations) to the IASB's Exposure Drafts and other consultation on financial instruments ; and facilitate drawing issues of interest to AOSSG members to the attention of the IASB, including conceptual and practical issues. • Participated in the following meetings of National Standards Setters (NSS): <ul style="list-style-type: none"> a) Meeting held in March 2011, at New York to discuss the various projects such as Agriculture, Rate Regulated, etc. b) At the meeting held at Vienna in September, 2011, the Chairman, ASB, presented a paper on rate regulated activities. 			

#	Start Date	Actions	Completion Date	Responsibility	Resource
		<p>c) Participated in the meeting at Kuala Lumpur on 29-30 March 2012 whereat ICAI made a presentation on IAS 32, regarding effect on accounting for Foreign Currency Convertible Bonds.</p> <ul style="list-style-type: none"> • Participated in the following meetings of International Forum of Accounting Standard Setters (IFASS): <ol style="list-style-type: none"> a) Meeting of the International Forum of Accounting Standard Setters (IFASS) at Zurich on October 22-23, 2012. At the meeting, discussion on various projects such as Leases, Revenue etc., took place. b) Participated in the International Forum of Accounting Standard Setters (IFASS) held on April 17-18, 2013 in Sao Paulo, Brazil. At the meeting, ICAI made a presentation on the topic <i>“Accounting issues where controlling and controlled entities prepare financial statements under different frameworks”</i> included in the Agenda for the meeting on the request of ICAI. c) At the meeting of International Forum of Accounting Standards (IFASS) held on September 19-20, 2013 at Brussels, ICAI representatives present a paper on the topic <i>‘Presentation of exceptional items in the statement of profit or loss: creating misleading earnings metrics’</i> d) Participated at the meeting of International Forum of Accounting Standard Setters (IFASS) held on September 30 and October 01, 2014 at London, UK. At the meeting, a presentation on the subject <i>‘Income recognition during Construction Phase under IFRIC 12’</i> was made by the ICAI representatives. At the meeting, discussion on various technical topics such as equity method of accounting, employee benefits, cash flow statements took place. e) The meeting of International Forum of Accounting Standard Setters (IFASS) was held at London on September 29-30, 2015. At the meeting, the ICAI representatives presented a 			

#	Start Date	Actions	Completion Date	Responsibility	Resource
		<p>paper on Core Inventories. At the meeting, discussion on various other projects such as global IFRS Issues, goodwill impairment and amortization, types of Reporting Frameworks (other than IFRS) used by entities raising capital in non-traditional markets, etc., took place</p> <p>f) Meeting held at Toronto on April 4-5, 2016.</p> <p>g) Meeting held at London on September 27-28, 2016.</p> <p>h) Meeting held on 2-3 March, 2017 at Taipei whereat a paper was presented by the ICAI representatives on 'Treatment of Income Tax on Distribution of Dividends'.</p> <p>i) Meetings of and WSS and IFASS held at London from 24-27 Sep 2017 whereat ICAI presented papers in two areas of accounting lead two Groups Discussion, i.e., Rate Regulated Authorities-Accounting for cost Variance and Pension - Hybrid Plan.</p> <ul style="list-style-type: none"> • Participated in the following meetings of Asian-Oceanian Standard-Setters Group (AOSSG): <ul style="list-style-type: none"> a) 3rd annual meeting held at Melbourne, Australia, in November, 2011, where Agriculture Working Group's proposal of making a limited revision to IAS 41 <i>Agriculture</i> was discussed. b) AOSSG Informal Meeting held in March, 2012 in Kuala Lumpur, Malaysia to discuss the various projects such as Foreign Currency Translation, Insurance Contracts, Agriculture, Leases, etc. At the meeting AOSSG WG proposal of limited revision to IAS 41, Agriculture submitted to IASB last year was discussed. c) Attended the Foreign Exchange Working Group meeting held on March 24, 2011 at New York, to consider the revision of IAS 21, <i>The Effects of Changes in Foreign Exchange Rates</i>. d) AOSSG informal meeting held at London in October, 2012. At the meeting, India presented its status with regard to the preparedness for IFRS and revised roadmap for the applicability of Indian Accounting Standards (Ind ASs). 			

#	Start Date	Actions	Completion Date	Responsibility	Resource
		<p>e) Fourth Annual meeting of AOSSG held on November 28-29, 2012 at Kathmandu, Nepal. At the meeting India made a presentation on Agriculture along with Malaysia highlighting the developments on the AOSSG proposal of limited scope amendments to IAS 41, <i>Agriculture</i> submitted to the IASB.</p> <p>f) AOSSG Interim meeting held on June 04, 2013 at Hong Kong, ICAI representatives alongwith Malaysia made a presentation on IASB Exposure Draft on <i>Agriculture: Bearer Plants</i>.</p> <p>g) AOSSG Regional Policy Forum held on June 05-06, 2013 at Hong Kong. At the Forum, papers were presented by various regulators on the challenges faced in the implementation of IFRSs in their region.</p> <p>h) At AOSSG Informal meeting held on September 22, 2013 at London, ICAI representatives alongwith Malaysia made a presentation on the IASB Exposure Draft <i>Agriculture: Bearer Plants</i> alongwith the comments received from the Working Group members</p> <p>i) Sixth meeting of AOSSG was held on November 26-27, 2014 at Hong Kong. At the meeting, a presentation on the subject '<i>IFRS convergence in India- an update</i>' was made by the ICAI representatives.</p> <p>j) An interim meeting of the AOSSG members was held on September 28, 2014, at London. From India, ICAI representatives attended the meeting.</p> <p>k) The CAC and Interim Asian-Oceanian Standard-Setters Group (AOSSG) meeting was held on September 27, 2015 at London. At the AOSSG Informal meeting, ICAI representatives raised the concerns on issues in conceptual framework.</p> <p>l) The 7th Annual AOSSG meeting and CAC meeting was held on 24-26 November 2015 at Seoul, Korea. India along with Malaysia and Thailand raised an issue arising from applying IAS 41 Agriculture. The IASB noted the issue and would consider the concern from these jurisdictions. The</p>			

#	Start Date	Actions	Completion Date	Responsibility	Resource
		<p>representative from India, provided updates on the progress of IFRS application in India. At the meeting, the India also shared views on accounting models of rate-regulation in India.</p> <p>m) AOSSG Interim meeting held on September 25, 2016 in London whereat amendments to IFRS 3 and 11, conceptual Framework etc were discussed.</p> <ul style="list-style-type: none"> • Attended following meetings of World Standard Setters under the aegis of IASB: <ul style="list-style-type: none"> a) Meeting held at London on 14th and 15th September 2011 to discuss the IASB Consultative Agenda b) Meeting held at London on October 24-26, 2012 whereat various projects of IASB were discussed. c) Meeting held on September 23, 2013 at London where certain major topics such as Impairment, Financial Instruments were discussed in detail. d) Meeting was held on September 28-29, 2015 at London. At the meeting technical issues such as Financial Instruments, Revenue from Contracts with Customers were discussed. The ICAI representatives raised certain issues regarding IFRS 9 at the meeting. e) Meeting was held in September 2016 and 2017 at London, UK . • Participated the IFRS Conference held at Dubai on 12th and 13th September 2012. • Participated in the following meetings of Emerging Economies Group (EEG) of the IASB: <ul style="list-style-type: none"> a) Participated in the first meeting of EEG of the International Accounting Standard Board held in July, 2011, where issues on fair value measurement were identified from the perspective of emerging economies for which IASB would issue the guidance. 			

#	Start Date	Actions	Completion Date	Responsibility	Resource
		<p>b) The ICAI, India, hosted the 2nd meeting of the Emerging Economies Group (EEG) of IASB on December, 2011, at New Delhi. At the meeting, issues related to accounting for foreign exchange differences were discussed for the purpose of possible revision of IAS 21, <i>The Effects of Changes in Foreign Exchange Rates</i>.</p> <p>c) Participated in the fourth meeting of EEG held on December 4-5, 2012 at Sao Paulo, Brazil. At the meeting Transactions under Common Control, Hybrid/Compound Financial Instruments and Impairment of Financial Assets were discussed in detail.</p> <p>d) A full day presentation highlighting various issues involved in accounting for rate regulated activities was made by ICAI representatives at the EEG meeting held on May 30-31, 2013 at Seoul, South Korea. A detailed paper on Rate Regulated Activities which was prepared by India was circulated alongwith the Agenda papers for the meeting. Certain topical issues such as discount rate used under IAS 19, <i>Employee Benefits</i>, IPOs with dual pricing, elimination of profits under IAS 28, impairment of goodwill etc. were also discussed at the meeting.</p> <p>e) Seventh meeting of EEG held on May 28-29, 2014 in Moscow, Russia. India proposed to present a short paper on the Foreign Currency Convertible Bonds (FCCB) to highlight the Indian concerns relating to the accounting treatment given under IAS 32.</p> <p>f) Eighth meeting of EEG held on December 11-12, 2014, at Jakarta, Indonesia. At the meeting, a presentation on the subject 'Accounting for Foreign Currency Convertible Bonds (FCCBs) was made by the ICAI representatives. At the meeting, discussion on various technical topics such as</p>			

#	Start Date	Actions	Completion Date	Responsibility	Resource
		<p>accounting for extractive activities, non-financial assets etc., took place.</p> <p>g) Ninth meeting of EEG held on May 25-26, 2015 at Mexico City: At the meeting, amongst other issues, '<i>Present Value Measurement in IFRS</i>' were discussed.</p> <p>h) Tenth meeting of EEG held in Riyadh, Saudi Arabia, on December 1-2, 2015. At the meeting specific accounting issues from emerging economies' perspectives, which would be helpful to achieve the mission of IASB to develop one single set of high quality global accounting standards were discussed. Delegates attending the meeting shared experiences from the perspective of emerging economies. They had a productive discussion on IASB Agenda Consultation as the main topic, and had a brief discussion on issues related to business combination under common control and uncertainty over income tax treatments.</p> <p>i) Meeting of EEG was held on November 3-4, 2016 at Johannesburg, South Africa whereat discussion at IAS 37, IFRS 13-post implementation review etc was discussed.</p> <p>j) India hosted 13th meeting of EEG in Mumbai, on May 8-9, 2017.</p> <ul style="list-style-type: none"> • India also made a presentation on '<i>Accounting and Financial Reporting System in India</i>' at the International IFRS Seminar held on May 27, 2014 at Moscow, Russia. • ICAI representatives participated at the IFRS Conference held on 23-24, June 2014 in London, United Kingdom. At the Conference, 			

#	Start Date	Actions	Completion Date	Responsibility	Resource
		<p>discussion on various topics such as Conceptual Framework, Leases, Equity Method, Financial Instruments, etc., were discussed in detail.</p> <ul style="list-style-type: none"> • Attended a two day workshop for standard-setters from the Asia-Oceania region in Tokyo, Japan, on Thursday 28 January and Friday 29 January 2016. • The IFRS Trustees meet was held October 12-14, 2016 at New Delhi. On October 13 & 14, 2016, ICAI leadership met IFRS Foundation dignitaries. At the meeting, discussion on various issues such as Copyright issue, Removal of Carve-outs, strengthening ICAI and IFRS Foundation relationship, etc, was held. Certain technical issues were also discussed in a meeting with Mr. Henry Rees, Director, IASB on October 14, 2016. • 			
<i>Monitoring Compliance with Accounting Standards</i>					
75.	July 2002	<p>Through Financial Reporting Review Board (FRRB)</p> <ul style="list-style-type: none"> • FRBB reviews the general purpose financial reports of certain companies to ascertain compliance with Accounting Standards, Standards on Auditing, Companies Act and other laws. FRRB refers matters of non-compliance to relevant authorities such as, Ministry of Corporate Affairs, Disciplinary Directorate of the Institute, SEBI, etc. 	Ongoing	Financial Reporting Review Board	Members of the Financial Reporting Review Board and its Secretariat
76.	Ongoing	<p>Through Peer Review Board</p> <ul style="list-style-type: none"> • Peer Review Board ensures that in carrying out their professional attestation services assignments, the members of the Institute comply with the Technical Standards laid down by the Institute, i.e., Accounting Standards and Auditing and Assurance Standards. 	Ongoing	Peer Review Board	Members of the Peer Review Board and its Secretariat

#	Start Date	Actions	Completion Date	Responsibility	Resource
77.	Ongoing	<p>Through Regulators/Ministries</p> <ul style="list-style-type: none"> • A section in the Companies Act requires companies to ensure that the financial statements comply with Accounting Standards. • SEBI through Listing Agreement enforces Accounting Standards on listed companies. 	Ongoing	Relevant Regulator/ the Ministries	Relevant Regulator/the Ministries
<i>Maintaining Ongoing Processes</i>					
78.	Ongoing	At its periodic meetings, ASB evaluates the progress made by the various Groups and makes changes where necessary so as to ensure that there is a smooth and effective convergence with IFRSs in future.	Ongoing	Chairman, Accounting Standards Board	Accounting Standards Board (ASB) and Technical Directorate, sub- groups/core groups constituted by ASB
<i>Review of ICAI's Compliance Information</i>					
79.	Ongoing	Perform periodic review of ICAI's SMO Action Plan and update sections relevant to SMO 7 as and when necessary. Once updated inform IFAC compliance staff about the updates in order for the compliance staff to republish updated information.	Ongoing	Chairman, Accounting Standards Board	ICAI Staff

Annexure A

Status of Indian Accounting Standards (Ind ASs) vis-à-vis International Financial Reporting Standards (IFRSs) /International Accounting Standards (IASs) as on April 01, 2018

S No.	Status	Number	
1.	IFRSs/IASs issued by IASB which are presently applicable	41	
Total			41
4.	Ind ASs notified by the MCA (See Enclosure 'A')	39	
5.			
6.	Indian Accounting Standards corresponding to IFRS not being notified by the MCA (See Enclosure 'B')	2	
Total			41

Enclosure A to Annexure 'A'

Ind ASs notified by the Ministry of Corporate Affairs as on April 01, 2018

S No.	IFRS /AS No.	Ind AS No.	Name
1.	IAS 1	Ind AS 1	<i>Presentation of Financial Statements</i>
2.	IAS 2	Ind AS 2	<i>Inventories</i>
3.	IAS 7	Ind AS 7	<i>Statement of Cash Flows</i>
4.	IAS 8	Ind AS 8	<i>Accounting Policies, Changes in Accounting Estimates and Errors</i>
5.	IAS 10	Ind AS 10	<i>Events after the Reporting Period</i>
6.	IAS 12	Ind AS 12	<i>Income Taxes</i>
7.	IAS 16	Ind AS 16	<i>Property, Plant and Equipment</i>
8.	IAS 17	Ind AS 17	<i>Leases</i>
9.	IAS 19	Ind AS 19	<i>Employee Benefits</i>
10.	IAS 20	Ind AS 20	<i>Accounting for Government Grants and Disclosure of Government Assistance</i>
11.	IAS 21	Ind AS 21	<i>The Effects of Changes in Foreign Exchange Rates</i>
12.	IAS 23	Ind AS 23	<i>Borrowing Costs</i>
13.	IAS 24	Ind AS 24	<i>Related Party Disclosures</i>
14.	IAS 27	Ind AS 27	<i>Separate Financial Statements</i>
15.	IAS 28	Ind AS 28	<i>Investments in Associates and Joint Ventures</i>
16.	IAS 29	Ind AS 29	<i>Financial Reporting in Hyperinflationary Economies</i>
17.	IAS 32	Ind AS 32	<i>Financial Instruments: Presentation</i>
18.	IAS 33	Ind AS 33	<i>Earnings per Share</i>
19.	IAS 34	Ind AS 34	<i>Interim Financial Reporting</i>
20.	IAS 36	Ind AS 36	<i>Impairment of Assets</i>
21.	IAS 37	Ind AS 37	<i>Provisions, Contingent Liabilities and Contingent Assets</i>
22.	IAS 38	Ind AS 38	<i>Intangible Assets</i>
23.	IAS 40	Ind AS 40	<i>Investment Property</i>
24.	IAS 41	Ind AS 41	<i>Agriculture</i>
25.	IFRS 1	Ind AS 101	<i>First-time Adoption of Indian Accounting Standards</i>
26.	IFRS 2	Ind AS 102	<i>Share based Payment</i>
27.	IFRS 3	Ind AS 103	<i>Business Combinations</i>
28.	IFRS 4	Ind AS 104	<i>Insurance Contracts</i>
29.	IFRS 5	Ind AS 105	<i>Non-current Assets Held for Sale and Discontinued Operations</i>
30.	IFRS 6	Ind AS 106	<i>Exploration for and Evaluation of Mineral Resources</i>
31.	IFRS 7	Ind AS 107	<i>Financial Instruments: Disclosures</i>
32.	IFRS 8	Ind AS 108	<i>Operating Segments</i>
33.	IFRS 9	Ind As 109	<i>Financial Instruments</i>

34.	IFRS 10	Ind AS 110	<i>Consolidated Financial Statements</i>
35.	IFRS 11	Ind AS 111	<i>Joint Arrangements</i>
36.	IFRS 12	Ind AS 112	<i>Disclosures of Interests in Other Entities.</i>
37.	IFRS 13	Ind AS 113	<i>Fair Value Measurement</i>
38.	IFRS 14	Ind AS 114	<i>Regulatory Deferral Accounts</i>
39.	IFRS 15	Ind AS 115	<i>Revenue from Contracts with Customers</i>

EnclosureB to Annexure A

List of Indian Accounting Standards (Ind ASs) corresponding to IFRSs not being notified by the MCA

1. Indian Accounting Standard corresponding to **IAS 39, *Financial Instruments, Recognition and Measurement*** is not notified as India has decided to early adopt, Ind AS 109 corresponding to IFRS 9
2. Indian Accounting Standard corresponding to **IAS 26, *Accounting and Reporting by Retirement Benefit Plans***, is not notified as this Standard is not applicable to companies

V. SAGAR
Secretary



**THE INSTITUTE OF CHARTERED
ACCOUNTANTS OF INDIA**
(Set up by an Act of Parliament)
ICAI Bhawan,
Indraprastha Marg, P.B No. 7100,
New Delhi - 110 002. India

ICAI/IA/IFAC/SMO/18

August 28, 2018

Mr. Fayezul Choudhury,
Chief Executive Officer
International Federation of Accountants

Subject: Letter to Confirm Institutional Support for the SMO Action Plan

Dear Mr. Fayezul,

This letter is to confirm that the leadership of the Institute of Chartered Accountants of India has reviewed the information contained in the SMO Action Plan prepared by Institute of Chartered Accountants of India as part of the IFAC Member Compliance Program and will provide institutional support for its implementation.

On behalf of the leadership of the Institute of Chartered Accountants of India, I endorse publication of the SMO Action Plan on the IFAC website in the interests of transparency and to demonstrate our commitment to enhancing the quality and credibility of the accountancy profession worldwide.

Thanking you,

Yours sincerely,

V. Sagar,